

UNITED STATES DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0137
Expires: February 28, 1995

5. LEASE DESIGNATION AND SERIAL NO.

NMNM0557371

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME, WELL NO.

AAO FEDERAL #7

9. API WELL NO.

30-015-33473

10. FIELD AND POOL, OR WILDCAT

RED LAKE; GLORIETA-YESO, NE

11. SEC., T., R., M., OR BLOCK AND SURVEY OR AREA

SEC. 1-T18S-R27E

12. COUNTY OR PARISH

EDDY

13. STATE

NM

1a. TYPE OF WELL:

OIL WELL ☐ GAS WELL ☒ DRY ☐ Other ☐

b. TYPE OF COMPLETION:

NEW WELL ☒ WORK OVER ☐ DEEP-EN ☐ PLUG BACK ☐ DIFF. RESVR. ☐ Other ☐

RECEIVED

2. NAME OF OPERATOR

MARBOB ENERGY CORPORATION

3. ADDRESS AND TELEPHONE NO.

PO BOX 227, ARTESIA, NM 88211-0227 (505) 748-3303

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements)

At surface 1750 FNL 1650 FEL, UNIT G

At top prod. interval reported below SAME

At total depth SAME

14. PERMIT NO.

DATE ISSUED

15. DATE SPUDDED

16. DATE T.D. REACHED

17. DATE COMPL. (Ready to prod.)

18. ELEVATIONS (DF, RKB, RT, GE, ETC.)

19. ELEV. CASINGHEAD

10/22/04

10/31/04

12/10/04

3645' GL

20. TOTAL DEPTH, MD & TVD

21. PLUG, BACK T.D., MD & TVD

22. IF MULTIPLE COMPL., HOW MANY

23. INTERVALS DRILLED BY

ROTARY TOOLS

CABLE TOOLS

4100'

4068'

0 - 4100'

24. PRODUCING INTERVAL(S), OF THIS COMPLETION-TOP, BOTTOM, NAME (MD AND TVD)

3577' - 3856' YESO

26. TYPE ELECTRIC AND OTHER LOGS RUN

DLL, CSNG

27. WAS WELL CORED

NO

NO

28. CASING RECORD (Report all strings set in well)

CASING SIZE/GRADE	WEIGHT, LB./FT.	DEPTH SET (MD)	HOLE SIZE	TOP OF CEMENT, CEMENTING RECORD	AMOUNT PULLED
8 5/8" J55	24#	377'	12 1/4"	300 SX, CIRC	NONE
5 1/2" J55	17#	4095'	7 7/8"	1025 SX, CIRC	NONE

29. LINER RECORD

30. TUBING RECORD

SIZE	TOP (MD)	BOTTOM (MD)	SACKS CEMENT	SCREEN (MD)	SIZE	DEPTH SET (MD)	PACKER SET (MD)
					2 7/8"	3929'	

31. PERFORATION RECORD (Interval, size and number)

3577' - 3856' (20 SHOTS)

32. ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC.

DEPTH INTERVAL (MD)

AMOUNT AND KIND OF MATERIAL USED

3577'-3856'

ACDZ W/ 2000 GAL 15% NEFE

33. * PRODUCTION

DATE FIRST PRODUCTION

PRODUCTION METHOD (Flowing, gas lift, pumping--size and type of pump)

WELL STATUS (Producing or shut-in)

12/11/04

PUMPING

DATE OF TEST

HOURS TESTED

CHOKE SIZE

PROD. FOR

OIL--BBL.

GAS--MCF.

WATER--BBL.

PROD GAS-OIL RATIO

12/15/04

24

FLOW. TUBING PRESS.

CASING PRESSURE

CALCULATED 24-HOUR RATE

OIL--BBL.

GAS--MCF.

WATER--BBL.

OIL GRAVITY-API (CORR.)

34. DISPOSITION OF GAS (Sold, used for fuel, vented, etc.)

SOLD

35. LIST OF ATTACHMENTS

LOGS, DEVIATION SURVEY

36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records

SIGNED

TITLE

PRODUCTION ANALYST

DATE

12/16/04

*(See Instructions and Spaces for Additional Data on Reverse Side)

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

37. SUMMARY OF POROUS ZONES: (Show all important zones of porosity and contents thereof; cored intervals; and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures, and recoveries):

FORMATION	TOP	BOTTOM	DESCRIPTION, CONTENTS, ETC.

38. GEOLOGICAL MARKERS			38. GEOLOGICAL MARKERS		
NAME	TOP		NAME	TOP	
	MEAS. DEPTH	TRUE VERT. DEPTH		MEAS. DEPTH	TRUE VERT. DEPTH
YATES	268'				
QUEEN	1116'				
SAN ANDRES	1927'				
GLORIETA	3422'				
YESO	3526'				

NOV 11 2004

Artesia Fishing Tool Co., Inc.

Oil Well Drilling Contractors

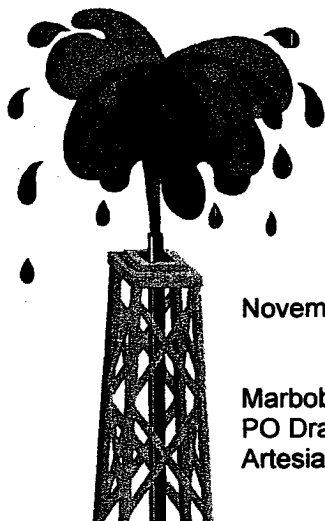
PO Box 1370

Artesia, NM 88211-1370

505/746-6651

746-3518

fax 748-2205



November 10, 2004

Marbob Energy Corporation
PO Drawer 227
Artesia, NM 88211-0227

RE: AAO Federal #7
1750' FNL & 1650' FEL
Sec. 1, T18S, R27E
Eddy County, New Mexico

Gentlemen:

The following is a Deviation Survey for the above captioned well.

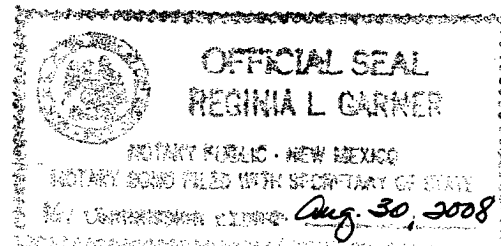
DEPTH	DEVIATION
169'	3/4°
264'	1°
377'	1/2°
629'	1/2°
1276'	1/2°
1675'	3/4°
2201'	1°
2699'	1°
3134'	1°
3601'	1 1/2°
4100'	1 1/2°

Very truly yours,

Eddie C. LaRue
Vice President

STATE OF NEW MEXICO }
COUNTY OF EDDY }

The foregoing was acknowledged before me
this 10th day of November, 2004.

Notary Public

04-1299

Serving Southeast New Mexico and West Texas Since 1974