N.M. Oil Cons. DIV-Dist. 2 1301 W. Grand Avenue Artesia. NM 88210

Artesia, NM 88210 Form 3160-5 FORM APPROVED UNITED STATES (September 2001) RECEIVED OMB No. 1004-0135 Expires January 31, 2004 DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT** 5. Lease Serial No. SEP 2 0 2005 SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter and Art 1 50 or 6. If Indian, Allottee or Tribe Name NMNM92177 abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side Type of Well 🖾 Oil Well 🚨 Gas Well 🚨 Other 8. Well Name and No. Name of Operator JR'S HORZ FEDERAL #2 9. API Well No. MARBOB ENERGY CORPORATION 3b. Phone No. (include area code) 30-015-33417 PO BOX 227, ARTESIA, NM 88211-0227 (505) 748-3303 10. Field and Pool, or Exploratory Arca Location of Well (Footage, Sec., T., R., M., or Survey Description) BRUSHY DRAW; DELAWARE 11. County or Parish, State EDDY CO., NM 330 FNL 2310 FWL, SEC. 10-T26S-R29E, UNIT C 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION ☐ Acidize Dcepen Production (Start/Resume) ☐ Water Shut-Off ■ Notice of Intent Alter Casing Fracture Treat Reclamation Well Integrity ■ New Construction Casing Repair Recomplete Other Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Convert to Injection ☐ Plug Back Water Disposal 13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.) 9/6/05 - POOH W/ RODS, PUMP & TBG.9/7/05 - TAG PBTD @ 6840'. 9/8/05 - SET BAKER 2.13" X 3.0" THROUGH TUBING PERMANENT INFLATABLE BP @ 6251'. SET PKR IN PLUG W/ 2027#. 9/9/05 - RE-FRAC DELAWARE ZONE @ 5425' - 6125' DOWN 5 1/2" CSG W/ 81816 GAL FRAC FLUID & 125080# 16/30 FRAC SAND. AIR - 75 BPM, AIP - 1729#, ISIP - 325#. ACCEPTED FOR RECORD SEP 16 2005 LES BABYAK 14. I hereby certify that the foregoing is true and correct PETROLEUM ENGINEER Name rinted/Typed) Title PRODUCTION ANALYST DIANA J IGGSSignature SEPTEMBER 15, 2005 R FEDERAL OR STATE OFFICE USE

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.

Title

Date

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Approved by