Form 3160-5 (April 2004)

UNITED STATES

FORM APPROVED OM B No 1004-0137 Expires: March 31, 2007

DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELL OF ARIE SI NMNM98813 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to re-enter an 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 1. Type of Well Gas Well Other | 8. Well Name and No. High Net Federal SWD #1 2. Name of Operator Marbob Energy Corporation 9. API Well No. 30-015-35602 3b. Phone No. (include area code) 3a. Address 575-748-3303 PO Box 227, Artesia, NM 88211-0227 10. Field and Pool, or Exploratory Area SWD; Delaware 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State 100 FNL 2140 FEL, Sec. 2-T25S-R28E, Lot 2 Eddy Co., NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Production (Start/Resume) Water Shut-Off Deepen ☐ Notice of Intent Alter Casing Well Integrity Fracture Treat Reclamation Casing Repair New Construction Recomplete Other Subsequent Report Change Plans Plug and 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.) Converted to Salt Water Disposal as follows (See Administrative Order SWD-1095): 12/3/07 - 12/17/07 - Clean well out to 6480'. 12/18/07 - Ran 144 jts 5 1/2" 17# J55 LTC csg to 6480'. External csg pkr @ 4003'. DV tool @ 3955'. Cmt 1st stage w/ 500 gal mud flush, 500 gal Superflush 101 & 300 sx HL cmt, tail in w/ 300 sx Super H cmt. Plug down @ 7:45 PM. Open DV tool & circ 50 sx cmt off tool. Cmt 2nd stg w/ 1100 sx Interfill C, tail in w/ 100 sx P+. Plug down @ 1:00 AM on 12/19/07, Circ 20 sx cmt. 12/21/07 - Drill out DV tool. Tag PBTD @ 6470'. 12/26/07 - Perf the Delaware @ 5250' - 6234' (247 shots). 12/27/07 - Acdz perfs w/ 10000 gal 7 1/2% HCl acid. 12/28/07 - Frac w/ 123520 gal XL gel & 200K# 16/30 white sand. 1/7/08 - RIH w/ nickle coated pkr, nickel coated S/N & 162 jts 2 7/8" duoline 20 tbg. Set pkr @ 5206'. Test annulus to 350# for 30 minutes. Tested OK. (See chart attached). ***Note: Called Mike Bratcher w/ OCD to witness test on 1/7/08, Did not witness, *** **capied for reco**rd I hereby certify that the foregoing is true and correct Name (Printed/Typed) Diana J. Briggs Title Production Analyst Signature 01/22/2008

THIS SPACE FÖR FEDERAL OR STATE OFFICE USE 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 Office

Title 18 USC. Section 1001 and Title 43 USC. 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 anymatter within its jurisdiction.

which would entitle the applicant to conduct operations thereon

Approved by

