

District II

1301 W. Grand Ave., Artesia, NM 88210
Phone:(505) 748-1283 Fax:(505) 748-9720

District III

1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170

District IV

1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico

Energy, Minerals and Natural Resources

Oil Conservation Division

1220 S. St Francis Dr.

Santa Fe, NM 87505

WELL API NUMBER

30-015-35660

5. Indicate Type of Lease

S

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name
JALAPENO STATE COM

8. Well Number

001H

9. OGRID Number

14049

10. Pool name or Wildcat

SUNDRY NOTICES AND REPORTS ON WELLS

(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVIOR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: ☐

2. Name of Operator

MARBOB ENERGY CORP

3. Address of Operator

PO Box 227, Artesia, NM 88211

4. Well Location

Unit Letter K : 2310 feet from the S line and 2310 feet from the W line
Section 32 Township 18S Range 30E NMPM Eddy County

11. Elevation (Show whether DR, KB, BT, GR, etc.)

3394 GR.

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit Type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____

Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐TEMPORARILY ABANDON ☐ CHANGE OF PLANS ☐PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

Other:

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTER CASING ☐COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDON ☐CASING/CEMENT JOB ☐Other: **Drilling/Cement** ☒

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work.) SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

SPUD WELL @6:15 PM ON 09/02/07. DRLD 17 1/2" HOLE TO 400' @12:30 AM ON 09/03/07. RAN 9 JTS (397.26') 13 3/8" 48# J-55 CSG TO 398.76'. CMTD W/150 SX THIXO, TAILED IN W/470 SX P+, CLACC C, PD @9:02 AM ON 09/04/07, DNC. RAN TEMP SURVEY - TOC @171'. CMTD 9 - 1" CMT PLUGS W/463 SX, JOB COMPLETE @8:13 PM ON 09/05/07, CIRC 10 SX TO PIT. WOC 18 HRS, TSTD CSG TO 600# F/30 MIN - HELD OK. 9/2/2007 Spudded well.

Casing and Cement Program

Date	String	Fluid Type	Hole Size	Csg Size	Weight lb/ft	Grade	Est TOC	Dpth Set	Sacks	Yield	Class	1" Dpth	Pres Held	Pres Drop	Open Hole
09/04/07	Prod		17.5	13.375	48	J55	171	399	720		THIXO, P+		600	0	
09/04/07	Prod		17.5	13.375	48	J55	0	399	463		"C" NEAT		600	0	

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Electronically Signed

TITLE Production Analyst

DATE 9/6/2007

Type or print name Diana BriggsE-mail address production@marbob.comTelephone No. 505-748-3303

For State Use Only:

APPROVED BY: Bryan ArrantTITLE GeologistDATE 9/6/2007 11:03:12 AM