

District I  
1625 N. French Dr., Hobbs, NM 88240  
Phone:(505) 393-6161 Fax:(505) 393-0720  
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

Form C-103  
Permit 72170

|                                                                                                                                                                                                                                                                                                                                         |  |                                                                  |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|------------------------------------------------------------------|
| SUNDRY NOTICES AND REPORTS ON WELLS<br>(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFRENT RESERVIOR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)                                                                                                                                   |  | WELL API NUMBER<br>30-015-35890                                  |
| 1. Type of Well:G                                                                                                                                                                                                                                                                                                                       |  | 5. Indicate Type of Lease<br>S                                   |
| 2. Name of Operator<br>MARBOB ENERGY CORP                                                                                                                                                                                                                                                                                               |  | 6. State Oil & Gas Lease No.                                     |
| 3. Address of Operator<br>PO Box 227 , Artesia , NM 88211                                                                                                                                                                                                                                                                               |  | 7. Lease Name or Unit Agreement Name<br>GRAHAM CRACKER STATE COM |
| 4. Well Location<br>Unit Letter <u>G</u> : <u>1980</u> feet from the <u>N</u> line and <u>1980</u> feet from the <u>E</u> line<br>Section <u>34</u> Township <u>25S</u> Range <u>28E</u> NMPM <u>Eddy</u> County                                                                                                                        |  | 8. Well Number<br>001                                            |
| 11. Elevation (Show whether DR, KB, BT, GR, etc.)<br>2920 GR.                                                                                                                                                                                                                                                                           |  | 9. OGRID Number<br>14049                                         |
| Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/><br>Pit Type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____<br>Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____ |  | 10. Pool name or Wildcat                                         |

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.  
03/26/08 @8:00 PM, DRLD 12 1/4" HOLE TO 2607'. RAN 54 JTS (2608.69') 9 5/8" 36# J-55 STC CSG TO 2607'. CMTD W/650 SX H/L, TAILED IN W/250 SX P+, PD @7:30 AM ON 03/27/08, CIRC 191 SX TO BINS. WOC 18 HRS, TSTD CSG TO 1500# F/30 MIN - HELD OK.3/21/2008 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 |
|----------|--------|------------|-----------|----------|--------------|-------|---------|----------|-------|-------|---------|---------|-----------|-----------|-----------|
| 03/22/08 | Surf   |            | 17.5      | 13.375   | 48           | H40   | 0       | 415      | 440   |       | P+      |         | 600       | 0         |           |
| 03/27/08 | Int1   |            | 12.25     | 9.625    | 36           | J55   | 0       | 2607     | 900   |       | H/L, P+ |         | 1500      | 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 3/28/2008

Type or print name Diana Briggs

E-mail address production@marbob.com

Telephone No. 505-748-3303

For State Use Only:

APPROVED BY: Tim Gum

TITLE District Supervisor

DATE 3/31/2008 10:41:17 AM