

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 96130

|                                                                                                                                                                                                                                                                                                                                         |  |                                                         |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|---------------------------------------------------------|
| SUNDRY NOTICES AND REPORTS ON WELLS<br>(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.)<br>1. Type of Well: <input type="radio"/>                                                                                        |  | WELL API NUMBER<br>30-015-37053                         |
|                                                                                                                                                                                                                                                                                                                                         |  | 5. Indicate Type of Lease<br>S                          |
|                                                                                                                                                                                                                                                                                                                                         |  | 6. State Oil & Gas Lease No.                            |
| 2. Name of Operator<br>MARBOB ENERGY CORP                                                                                                                                                                                                                                                                                               |  | 7. Lease Name or Unit Agreement Name<br>GRAVY STATE COM |
| 3. Address of Operator<br>PO BOX 227, ARTESIA, NM 882110227                                                                                                                                                                                                                                                                             |  | 8. Well Number<br>001H                                  |
| 4. Well Location<br>Unit Letter <u>F</u> : <u>1980</u> feet from the <u>N</u> line and <u>2310</u> feet from the <u>W</u> line<br>Section <u>8</u> Township <u>25S</u> Range <u>30E</u> NMPM <u>Eddy</u> County                                                                                                                         |  | 9. OGRID Number<br>14049                                |
| 11. Elevation (Show whether DR, KB, BT, GR, etc.)<br>3208 GR                                                                                                                                                                                                                                                                            |  | 10. Pool name or Wildcat                                |
| 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 _____ |  |                                                         |

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 @5:00 PM ON 05/15/09. DRLD 17 1/2" HOLE TO 737' @6:00 AM ON 05/15/09. RAN 8 JTS (726.45') 13 3/8" 48# H-40 stc CSG TO 728'. CMTD W/400 SX H/L & 250 SX P+, PD @4:00 PM ON 05/15/09, CIRC 110 SX TO BINS. WOC 18 HRS.  
TSTD CSG TO 600# F/30 MIN - HELD OK. 5/15/2009 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 |
|----------|--------|------------|-----------|----------|--------------|-------|---------|----------|-------|-------|---------|---------|-----------|-----------|-----------|
| 05/15/09 | Surf   |            | 17.5      | 13.375   | 48           | H40   | 0       | 728      | 650   |       | H/L, P+ |         | 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 Manager DATE 5/19/2009  
Type or print name Diana Briggs E-mail address production@marbob.com Telephone No. 575-748-3303

For State Use Only:

APPROVED BY: Jacqueta Reeves TITLE District Geologist DATE 5/20/2009 8:18:38 AM