

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 118140

|                                                                                                                                                                                                                                                                                                                                         |  |                                                     |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|-----------------------------------------------------|
| <b>SUNDRY NOTICES AND REPORTS ON WELLS</b><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.)                                                                                                                           |  | WELL API NUMBER<br>30-015-37973                     |
| 1. Type of Well: O                                                                                                                                                                                                                                                                                                                      |  | 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 882110227                                                                                                                                                                                                                                                                             |  | 7. Lease Name or Unit Agreement Name<br>CRYPT STATE |
| 4. Well Location<br>Unit Letter <u>3</u> : <u>2310</u> feet from the <u>S</u> line and <u>330</u> feet from the <u>W</u> line<br>Section <u>30</u> Township <u>19S</u> Range <u>26E</u> NMPM <u>Eddy</u> County                                                                                                                         |  | 8. Well Number<br>001                               |
| 11. Elevation (Show whether DR, KB, BT, GR, etc.)<br>3411 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 _____ |  |                                                     |

**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 @7:00 PM ON 07/15/10. DLRD 12 1/4" HOLE TO 993' @6:00 AM ON 07/16/10. RAN 22 JTS (990.09') 9 5/8" 36% J-55 8RD STC CSG TO 989.89'. CMTD W/150 SX THIXO & 200 SX P+, TAILED IN W/250 SX P+, PD @6:36 PM ON 07/16/10, CIRC 106 SX TO BINS. WOC 18 HRS. TSTD CSG TO 600# F/30 MIN - HELD OK.

TD WELL @9:00 PM ON 07/20/10. DRLD 7 7/8" HOLE TO 4665'. RAN 110 JTS (4620.42') 5 1/2" 17# J-55 8RD LTC CSG TO 4620'. CMTD 1ST STG W/350 SX H/L, TAILED IN W/200 SX ACID SOLUBLE CMT, PD 29:26 AM ON 07/21/10, CIRC 25 BBLs TO BINS. WOC 18 HRS. TSTD CSG TO 1500# F/30 MIN - HELD OK. 7/15/2010 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 |
|----------|--------|------------|-----------|----------|--------------|-------|---------|----------|-------|-------|-----------|---------|-----------|-----------|-----------|
| 07/16/10 | Surf   |            | 12.25     | 9.625    | 36           | J55   | 0       | 990      | 600   |       | THIXO, P+ |         | 600       | 0         |           |
| 07/21/10 | Prod   |            | 7.875     | 5.5      | 17           | J55   | 0       | 4620     | 550   |       | H/L, ACID |         | 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 Manager \_\_\_\_\_ DATE 7/31/2010  
 Type or print name Diana Briggs E-mail address production@marbob.com Telephone No. 575-748-3303

**For State Use Only:**  
 APPROVED BY: Randy Dade TITLE District Supervisor DATE 8/3/2010 8:32:52 AM