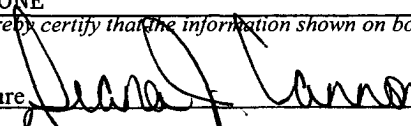


Submit To Appropriate District Office State Lease - 6 copies Fee Lease - 5 copies District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Rd., Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505		<b>State of New Mexico</b> <b>Energy, Minerals and Natural Resources</b>  <b>Oil Conservation Division</b> <b>1220 South St. Francis Dr.</b> <b>Santa Fe, NM 87505</b>		<b>Form C-105</b> Revised June 10, 2003	
		WELL API NO.		30-015-32899	
		5. Indicate Type of Lease		STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>	
		State Oil & Gas Lease No.		B-8814	
<b>WELL COMPLETION OR RECOMPLETION REPORT AND LOG</b>					
1a. Type of Well: OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> DRY <input type="checkbox"/> OTHER _____  b. Type of Completion: NEW <input type="checkbox"/> WORK <input type="checkbox"/> DEEPEN <input type="checkbox"/> PLUG <input checked="" type="checkbox"/> DIFF. <input type="checkbox"/> WELL OVER BACK RESVR. <input type="checkbox"/> OTHER _____				<b>RECEIVED</b>  BM STATE <b>OCT 26 2004</b> <b>QOB-ARTESIA</b>	
2. Name of Operator <b>MARBOB ENERGY CORPORATION</b>					
3. Address of Operator <b>PO BOX 277, ARTESIA, NM 88211-0227</b>				7. Lease Name or Unit Agreement Name  8. Well No. <b>1</b>	
4. Well Location Unit Letter <b>K</b> : <b>2310</b> Feet From The <b>SOUTH</b> Line and <b>2310</b> Feet From The <b>WEST</b> Line Section <b>2</b> Township <b>18S</b> Range <b>27E</b> NMPM <b>EDDY</b> County				9. Pool name or Wildcat <b>RED LAKE; QN GRBG SAN ANDRES</b>	
10. Date Spudded	11. Date T.D. Reached	12. Date Compl. (Ready to Prod.)	13. Elevations (DF& RKB, RT, GR, etc.)	14. Elev. Casinghead	
3/4/04	3/12/04	10/19/04	3535' GL		
15. Total Depth	16. Plug Back T.D.	17. If Multiple Compl. How Many Zones?	18. Intervals Drilled By	Rotary Tools	Cable Tools
3868'	3200'	2		0 - 3868'	
19. Producing Interval(s), of this completion - Top, Bottom, Name				20. Was Directional Survey Made	
2051' - 2879' SAN ANDRES				NO	
21. Type Electric and Other Logs Run				22. Was Well Cored	
NONE				NO	
<b>23. EXISTING CASING RECORD (Report all strings set in well)</b>					
CASING SIZE	WEIGHT LB./FT.	DEPTH SET	HOLE SIZE	CEMENTING RECORD	AMOUNT PULLED
8 5/8"	24#	362'	12 1/4"	300 SX, CIRC	NONE
5 1/2"	±7#	3864'	7 7/8"	800 SX, CIRC	NONE
<b>24. LINER RECORD</b>			<b>25. TUBING RECORD</b>		
SIZE	TOP	BOTTOM	SACKS CEMENT	SCREEN	SIZE
					2 7/8"
					2038'
26. Perforation record (interval, size, and number)			27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC.		
2561' - 2879' (7 SHOTS)			DEPTH INTERVAL		
2051' - 2438' (19 SHOTS)			AMOUNT AND KIND MATERIAL USED		
			2561'-2879' ACDZ W/ 1000 GAL NEFE 15% HCL		
			2051'-2438' ACDZ W/ 3000 GAL NEFE 15% HCL		
			2051'-2879' FRAC W/ 208K# SAND & 124K GAL FLUID		
<b>28. PRODUCTION</b>					
Date First Production		Production Method (Flowing, gas lift, pumping - Size and type pump)		Well Status (Prod. or Shut-in)	
10/20/04		PUMPING		PROD	
Date of Test	Hours Tested	Choke Size	Prod'n For Test Period	Oil - Bbl	Gas - MCF
10/24/04	24			30	9
Flow Tubing Press.	Casing Pressure	Calculated 24-Hour Rate	Oil - Bbl.	Gas - MCF	Water - Bbl.
29. Disposition of Gas (Sold, used for fuel, vented, etc.)				Test Witnessed By	
SOLD				LENDELL HAWKINS	
30. List Attachments					
NONE					
31. I hereby certify that the information shown on both sides of this form as true and complete to the best of my knowledge and belief					
Signature		Printed Name		Title	
		DIANA J. CANNON		PRODUCTION ANALYST	
E-mail Address		Date			
PRODUCTION@MARBOB.COM		10/25/04			