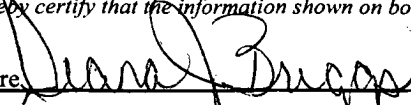


Submit To Appropriate District Office State Lease - 6 copies Fee Lease - 5 copies District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Rd., Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505	State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505	Form C-105 Revised June 10, 2003 WELL API NO. 30-015-34557 5. Indicate Type of Lease STATE ☐ FEE ☒ State Oil & Gas Lease No.
WELL COMPLETION OR RECOMPLETION REPORT AND LOG		
1a. Type of Well: OIL WELL ☒ GAS WELL ☐ DRY ☐ OTHER _____ b. Type of Completion: NEW ☒ WORK ☐ DEEPEN ☐ PLUG ☐ DIFF. WELL OVER BACK RESVR. ☐ OTHER		7. Lease Name or Unit Agreement Name SS SNAKEBITE FEE
2. Name of Operator MARBOB ENERGY CORPORATION		8. Well No. 1
3. Address of Operator PO BOX 227, ARTESIA, NM 88211-0227		9. Pool name or Wildcat ESPERANZA; DELAWARE
4. Well Location Unit Letter <u>A</u> : <u>205</u> Feet From The <u>NORTH</u> Line and <u>205</u> Feet From The <u>EAST</u> Line Section <u>9</u> Township <u>22S</u> Range <u>27E</u> NMPM <u>EDDY</u> County		
10. Date Spudded 2/27/06	11. Date T.D. Reached 3/26/06	12. Date Compl. (Ready to Prod.) 5/10/06
13. Elevations (DF& RKB, RT, GR, etc.) 3084' GL		14. Elev. Casinghead
15. Total Depth 5330'	16. Plug Back T.D. 5316'	17. If Multiple Compl. How Many Zones?
18. Intervals Drilled By 0 - 5330'		19. Producing Interval(s), of this completion - Top, Bottom, Name 5164' - 5186' DELAWARE
20. Was Directional Survey Made YES		21. Type Electric and Other Logs Run DLL, CSNG
22. Was Well Cored NO		23. CASING RECORD (Report all strings set in well)
CASING SIZE	WEIGHT LB./FT.	DEPTH SET
8 5/8"	24#	427'
5 1/2"	17#	5348'
24. LINER RECORD		25. TUBING RECORD
SIZE	TOP	BOTTOM
26. Perforation record (interval, size, and number) 5164' - 5186' (23 SHOTS)		27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC. DEPTH INTERVAL 5164'-5186'
		AMOUNT AND KIND MATERIAL USED FRAC W/ 100K# PROPPANT
28. PRODUCTION		
Date First Production 5/11/06	Production Method (Flowing, gas lift, pumping - Size and type pump) FLOWING	Well Status (Prod. or Shut-in) PROD
Date of Test 5/13/06	Hours Tested 24	Choke Size
Flow Tubing Press. 350#	Casing Pressure	Calculated 24-Hour Rate
29. Disposition of Gas (Sold, used for fuel, vented, etc.) SOLD		Test Witnessed By JONATHAN GRAY
30. List Attachments LOGS, DEVIATION SURVEY, DIRECTIONAL SURVEY		
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 DIANA J. BRIGGS	Title PRODUCTION ANALYST
E-mail Address PRODUCTION@MARBOB.COM		Date 5/17/06

INSTRUCTIONS

This form is to be filed with the appropriate District Office of the Division not later than 20 days after the completion of any newly-drilled or deepened well. It shall be accompanied by one copy of all electrical and radio-activity logs run on the well and a summary of all special tests conducted, including drill stem tests. All depths reported shall be measured depths. In the case of directionally drilled wells, true vertical depths shall also be reported. For multiple completions, items 25 through 29 shall be reported for each zone. The form is to be filed in quintuplicate except on state land, where six copies are required. See Rule 1105.

INDICATE FORMATION TOPS IN CONFORMANCE WITH GEOGRAPHICAL SECTION OF STATE

Southeastern New Mexico			Northwestern New Mexico		
T. Anhy	T. Canyon		T. Ojo Alamo	T. Penn. "B"	
T. Salt	T. Strawn		T. Kirtland-Fruitland	T. Penn. "C"	
B. Salt	T. Atoka		T. Pictured Cliffs	T. Penn. "D"	
T. Yates	T. Miss		T. Cliff House	T. Leadville	
T. 7 Rivers	T. Devonian		T. Menefee	T. Madison	
T. Queen	T. Silurian		T. Point Lookout	T. Elbert	
T. Grayburg	T. Montoya		T. Mancos	T. McCracken	
T. San Andres	T. Simpson		T. Gallup	T. Ignacio Otzte	
T. Glorieta	T. McKee		Base Greenhorn	T. Granite	
T. Paddock	T. Ellenburger		T. Dakota	T.	
T. Blinebry	T. Gr. Wash		T. Morrison	T.	
T.Tubb	T. Delaware Sand	1796'	T.Todilto	T.	
T. Drinkard	T. Bone Springs	5212'	T. Entrada	T.	
T. Abo	T.BELL CANYON	2001'	T. Wingate	T.	
T. Wolfcamp	T.CHERRY CANYON	2706'	T. Chinle	T.	
T. Penn	T.BRUSHY CANYON	4022'	T. Permian	T.	
T. Cisco (Bough C)	T.		T. Penn "A"	T.	

OIL OR GAS SANDS OR ZONES

No. 1, from.....to.....
No. 2, from.....to.....
No. 3, from.....to.....
No. 4, from.....to.....

IMPORTANT WATER SANDS

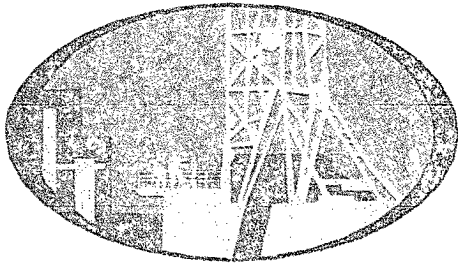
Include data on rate of water inflow and elevation to which water rose in hole.

No. 1, from.....to.....feet.....
 No. 2, from.....to.....feet.....
 No. 3, from.....to.....feet.....

LITHOLOGY RECORD (Attach additional sheet if necessary)

From	To	Thickness In Feet	Lithology

From	To	Thickness In Feet	Lithology



Silver Oak Drilling, LLC

PO Box 1370
Artesia, NM 88211-1370

March 31, 2006

Marbob Energy Corporation
PO Box 227
Artesia, NM 88211-0227

APR 04 2006

RE: Snakebite Fee #1
205' FNL & 205' FEL
Sec. 9, T22S, R27E
Eddy County, New Mexico

Dear Sir,

The following is the Deviation Survey for the above captioned well from 3/1/06 to TD.

DEPTH	DEVIATION	DEPTH	DEVIATION
197'	1/2°	395'	1/2°

The remainder of the well to be supplied by Pathfinder.

Very truly yours,

Eddie C. LaRue
Operations Manager

State of New Mexico }
County of Eddy }

The foregoing was acknowledged before me this 31th day of March, 2006.

My Commission Expires: 8/30/08

Notary Public

PathFinder

Survey Report - Geographic

Company: Marbob Energy	Date: 3/29/2006	Time: 14:49:43	Page: 1
Field: Snakebite	Co-ordinate(NE) Reference:	Site: SS Snakebite FEE #1, Grid North	
Site: SS Snakebite FEE #1	Vertical (TVD) Reference:	System: Mean Sea Level	
Well: SS Snakebite FEE #1	Section (VS) Reference:	Well: (0.00N,0.00E,225.00Azi)	
Wellpath: S-Well (Snakebite FEE #1)	Survey Calculation Method:	Minimum Curvature	Db: Sybase

Field: Snakebite
Eddy County, New Mexico

Map System: US State Plane Coordinate System 1927
Geo Datum: NAD27 (Clarke 1866)
Sys Datum: Mean Sea Level

Map Zone: New Mexico, Eastern Zone
Coordinate System: Site Centre
Geomagnetic Model: igrf2005

Site: SS Snakebite FEE #1
T-22S & R-27E
205' FNL & 205' FEL Section 9

Site Position:	Northing: 514382.80 ft	Latitude: 32 24 50.638 N
From: Map	Easting: 545434.80 ft	Longitude: 104 11 9.966 W
Position Uncertainty: 0.00 ft		North Reference: Grid
Ground Level: 3084.00 ft		Grid Convergence: 0.08 deg

Well: SS Snakebite FEE #1

Slot Name:

Well Position: +N/-S 0.00 ft	Northing: 514382.80 ft	Latitude: 32 24 50.638 N
+E/-W 0.00 ft	Easting: 545434.80 ft	Longitude: 104 11 9.966 W
Position Uncertainty: 0.00 ft		

Wellpath: S-Well (Snakebite FEE #1)

Drilled From: Surface
Tie-on Depth: 0.00 ft
Above System Datum: Mean Sea Level
Declination: 8.49 deg
Mag Dip Angle: 60.38 deg
+E/-W Direction
ft deg

Current Datum: Mean Sea Level	Height 0.00 ft
Magnetic Data: 3/19/2006	
Field Strength: 49226 nT	
Vertical Section: Depth From (TVD)	+N/-S
ft	ft
0.00	0.00

Survey: Pathfinder MWD Surevys Side T

Start Date: 3/20/2006

Company: PathFinder Energy Services
Tool:

Engineer:
Tied-to: From: Pathfinder MWD Survey

Survey: Pathfinder MWD Surevys Side T

MD ft	Incl deg	Azim deg	TVD ft	+N/-S ft	+E/-W ft	Map Northing ft	Map Easting ft	Latitude Deg Min Sec	Longitude Deg Min Sec
549.09	1.88	183.55	549.07	-1.02	1.25	514381.78	545436.05	32 24 50.628 N	104 11 9.951 W
982.00	12.84	228.51	977.38	-40.45	-39.22	514342.35	545395.58	32 24 50.238 N	104 11 10.424 W
1333.00	10.56	230.77	1319.83	-94.30	-93.84	514288.50	545340.96	32 24 49.706 N	104 11 11.062 W
1766.00	1.45	205.87	1749.81	-129.60	-125.47	514253.20	545309.33	32 24 49.357 N	104 11 11.431 W
3000.00	0.97	199.05	2983.74	-141.23	-127.04	514241.57	545307.76	32 24 49.242 N	104 11 11.450 W
3100.00	1.07	352.79	3083.73	-142.11	-127.51	514240.69	545307.29	32 24 49.234 N	104 11 11.455 W
3175.00	3.28	322.97	3158.66	-139.10	-128.48	514243.70	545306.32	32 24 49.263 N	104 11 11.467 W
3200.00	3.34	310.09	3183.61	-138.05	-129.50	514244.75	545305.30	32 24 49.274 N	104 11 11.478 W
3300.00	3.31	254.29	3283.45	-136.69	-134.78	514246.11	545300.02	32 24 49.287 N	104 11 11.540 W
3400.00	3.24	227.26	3383.29	-140.05	-139.29	514242.75	545295.51	32 24 49.254 N	104 11 11.593 W
3500.00	1.80	251.09	3483.20	-142.55	-142.54	514240.25	545292.26	32 24 49.229 N	104 11 11.631 W
3600.00	1.84	287.01	3583.15	-142.44	-145.69	514240.36	545289.11	32 24 49.231 N	104 11 11.667 W
3700.00	1.75	317.85	3683.10	-140.74	-148.39	514242.06	545286.41	32 24 49.248 N	104 11 11.699 W
3800.00	1.40	352.60	3783.07	-138.45	-149.27	514244.35	545285.53	32 24 49.270 N	104 11 11.709 W
3900.00	1.31	314.86	3883.04	-136.18	-149.84	514246.62	545284.96	32 24 49.293 N	104 11 11.716 W
4000.00	1.32	303.17	3983.01	-134.76	-151.65	514248.04	545283.15	32 24 49.307 N	104 11 11.737 W
4100.00	1.31	289.40	4082.98	-133.75	-153.69	514249.05	545281.11	32 24 49.317 N	104 11 11.761 W
4200.00	1.23	270.82	4182.96	-133.33	-155.87	514249.47	545278.93	32 24 49.321 N	104 11 11.786 W
4300.00	1.23	261.28	4282.94	-133.58	-158.00	514249.22	545276.80	32 24 49.318 N	104 11 11.811 W
4400.00	1.23	261.28	4382.91	-133.90	-160.12	514248.90	545274.68	32 24 49.315 N	104 11 11.836 W
4500.00	1.23	261.28	4482.89	-134.23	-162.24	514248.57	545272.56	32 24 49.312 N	104 11 11.860 W
4600.00	1.23	261.28	4582.87	-134.55	-164.37	514248.25	545270.43	32 24 49.309 N	104 11 11.885 W
4700.00	1.23	261.28	4682.84	-134.88	-166.49	514247.92	545268.31	32 24 49.306 N	104 11 11.910 W

PathFinder

Survey Report - Geographic

Company: Marbob Energy	Date: 3/29/2006	Time: 14:49:43	Page: 2
Field: Snakebite	Co-ordinate(NE) Reference:	Site: SS Snakebite FEE #1, Grid North	
Site: SS Snakebite FEE #1	Vertical (TVD) Reference:	System: Mean Sea Level	
Well: SS Snakebite FEE #1	Section (VS) Reference:	Well: (0.00N,0.00E,225.00Azi)	
Wellpath: S-Well (Snakebite FEE #1)	Survey Calculation Method:	Minimum Curvature	Db: Sybase

Survey: Pathfinder MWD Surevys Side T

MD ft	Incl deg	Azim deg	TVD ft	+N/-S ft	+E/-W ft	Map Northing ft	Map Easting ft	← Latitude → Deg Min Sec			← Longitude → Deg Min Sec		
4800.00	1.23	261.28	4782.82	-135.20	-168.61	514247.60	545266.19	32	24	49.303 N	104	11	11.935 W
4900.00	1.23	261.28	4882.80	-135.53	-170.73	514247.27	545264.07	32	24	49.299 N	104	11	11.959 W
5000.00	1.23	261.28	4982.77	-135.85	-172.85	514246.95	545261.95	32	24	49.296 N	104	11	11.984 W
5100.00	1.23	261.28	5082.75	-136.18	-174.98	514246.62	545259.82	32	24	49.293 N	104	11	12.009 W
5200.00	1.23	261.28	5182.73	-136.51	-177.10	514246.29	545257.70	32	24	49.290 N	104	11	12.034 W
5300.00	1.23	261.28	5282.71	-136.83	-179.22	514245.97	545255.58	32	24	49.287 N	104	11	12.058 W

Targets

Name	Description Dip.	Dir.	TVD ft	+N/-S ft	+E/-W ft	Map Northing ft	Map Easting ft	← Latitude → Deg Min Sec			← Longitude → Deg Min Sec		
PBHL SS Snakebite FEE #1			5500.00	-125.00	-125.00	514257.80	545309.80	32	24	49.403 N	104	11	11.426 W

Annotation

MD ft	TVD ft	
549.09	549.07	KOP @ 549' MD Build 3.0°/100' to 13.00°
982.00	977.38	End of build @ 982' MD 978' TVD @ 13.0°
1333.00	1319.83	End of hold. Start of 3.0°/100 drop.
1766.00	1749.81	End of drop start of hold.
3175.00	3158.66	Start of Side Track @ 3175' MD 3159' TVD
5350.00	5332.69	Straight Line Projection To Bit TD