Form 3160-5 (April 2004)

FORM APPROVED **UNITED STATES** OM B No. 1004-0137 Expires: March 31, 2007 DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT 5. Lease Serial No. NMNM23002 SUNDRY NOTICES AND REPORTS ON Do not use this form for proposals to drill or to reenter an If Indian, Allottee or Tribe Name abandoned well. Use Form 3160 - 3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE- Other instructions on reverse side. 1. Type of Well

✓ Oil Well Gas Well 8. Well Name and No. MALIBU FEDERAL #1 2. Name of Operator MARBOB ENERGY CORPORATION 9. API Well No. 30-015-34784 3a. Address 3b. Phone No. (include area code) P O BOX 227, ARTESIA, NM 88211-0227 505-748-3303 10. Field and Pool, or Exploratory Area LUSK BONE SPRING 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State SEC. 12-T19S-R31E, UNIT P 330 FSL 660 FEL, SE/4SE/4 **EDDY COUNTY, NM** 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Production (Start/Resume) Water Shut-Off Deepen Notice of Intent Alter Casing Reclamation Well Integrity Fracture Treat Other INMTD CSG/CMT Casing Repair New Construction Subsequent Report Recomplete Change Plans Temporarily Abandon Plug and Abandon Final Abandonment Notice Convert to Injection Plug Back Water Disposal 13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

12:30 PM ON 12/19/06, DRLD 12 1/4" HOLE TO 4492'. RAN 105 JTS (4487.28") 9 5/8" CSG (36# J, 40# J & 40# N-80) TO 4493'. CMTD 1ST STG W/500 SX HLPP, TAILED IN W/250 SX P+, PD @8:30 AM ON 12/20/06, CIRC 88 SX TO PIT. CMTD 2ND STG W/700 SX HLPP, TAILED IN W/100 SX P+, PD @11:30 AN OB 12/20/06, CIRC 27 SX TO PIT. WOC 18 HRS, TSTD CSG TO 1500# F/30 MIN - HELD OK.

14. Thereby certify that the foregoing is true and correct Name (Printed/Typed)				
DEBORA L. WILBOURN	Title GEOTECH	[
Signature Delions L Gelebourn	Date	12/21/2006	ACCEPTE	FOR RECORD
THIS SPACE FOR FEDERA	L OR STATE (OFFICE USE		
Approved by	Title		DEC Date	2 8 2006
Conditions of approval, if any, are attached. Approval of this notice does not warr certify that the applicant holds legal or equitable title to those rights in the subject which would entitle the applicant to conduct operations thereon.			WESLE PETROLE	Y W. INGRAM EUM ENGINEER

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to anymatter within its jurisdiction.