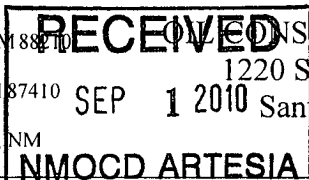


State of New Mexico
Energy, Minerals and Natural Resources



SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		WELL API NO. 30-015-01700
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Marbob Energy Corporation		6. State Oil & Gas Lease No. E-7832
3. Address of Operator PO Box 227, Artesia, NM 88211-0227		7. Lease Name or Unit Agreement Name Amoco State A
4. Well Location Unit Letter <u>A</u> : <u>505</u> feet from the <u>North</u> line and <u>660</u> feet from the <u>East</u> line Section <u>34</u> Township <u>17S</u> Range <u>28E</u> NMPM <u>Eddy</u> County		8. Well Number 1
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3686' GR		9. OGRID Number 14049
		10. Pool name or Wildcat Artesia; Queen-Grayburg-San Andres

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 PLANS ☐
 PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
 DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
 COMMENCE DRILLING OPNS. ☐ P AND A ☐
 CASING/CEMENT JOB ☐

OTHER: ☐

OTHER: Recomplete-Same Zone (Add Perfs) ☒

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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Recompleted in the Grayburg & San Andres zones as follows:

7/23/10 – MIRU. POOH w/ rods & pump.

7/24/10 – POOH w/ tbg. Perf the Grayburg & San Andres @ 2228' – 2368' (15 shots).

7/26/10 – Acdz w/ 1000 gal NE Fe 15% HCl acid. RIH w/ 75 jts 2 3/8" tbg. Set @ 2433'. RIH w/ pump & rods. Hang well on pump. RDMO.

Producing Interval: Grayburg & San Andres @ 2102' – 2368'

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE

Diana J. Briggs

TITLE Production Manager DATE 8/31/10

Type or print name Diana J. Briggs E-mail address: dbriggs@marbob.com PHONE: (575) 748-3303

For State Use Only

APPROVED BY: *David Gray* TITLE Field Supervisor DATE 9-24-10

Conditions of Approval (if any):

OK