

1. Operator Name and Address MARBOB ENERGY CORP PO Box 227 Artesia, NM 88211		2. OGRID Number 14049
		3. API Number 30-025-38736
4. Property Code 36971	5. Property Name MAGNUM PRONTO	6. Well No. 003

UL - Lot C	Section 32	Township 19S	Range 32E	Lot Idn C	Feet From 330	N/S Line N	Feet From 1980	E/W Line W	County LEA
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LUSK BONE SPRING, SOUTH	41460
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9. Work Type New Well	10. Well Type OIL	11. Cable/Rotary	12. Lease Type State	13. Ground Level Elevation 3544
14. Multiple N	15. Proposed Depth	16. Formation Bone Spring	17. Contractor	18. Spud Date 2/9/2008
Depth to Ground water 250		Distance from nearest fresh water well		Distance to nearest surface water
Pit: Liner: Synthetic <input type="checkbox"/> mls thick Clay <input type="checkbox"/> Pit Volume: bbls Drilling Method: Closed Loop System <input checked="" type="checkbox"/> Fresh Water <input type="checkbox"/> Brine <input type="checkbox"/> Diesel/Oil-based <input type="checkbox"/> Gas/Air <input type="checkbox"/>				

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	54.5	950	650	0
Int1	12.25	9.625	36	4000	1200	700
Prod	7.875	5.5	17	10200	700	4500

We propose to drill 17 1/2 inch hole to 950 feet with fresh water run 13 3/8 54.5# J-55 csg and cement to surface. Drill 12 1/4 inch hole to 4000 feet with brine water run 9 5/8 inch 36 pound J-55 casing and cement with 1200 sk est TOC 700 ft. Drill 7 7/8 inch hole to 10200 feet log well then plug back to 8800 feet then drill a horizontal well to new bhl run 5 1/2 17 pound N80 cement with 700 sk est toc 3800 feet.

Type	Working Pressure	Test Pressure	Manufacturer
DoubleRam	3000	3000	Cameron

Conditions of Approval Attached

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-102
 Permit 67237

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-025-38736	2. Pool Code 41460	3. Pool Name LUSK;BONE SPRING, SOUTH
4. Property Code 36971	5. Property Name MAGNUM PRONTO	6. Well No. 003
7. OGRID No. 14049	8. Operator Name MARBOB ENERGY CORP	9. Elevation 3544

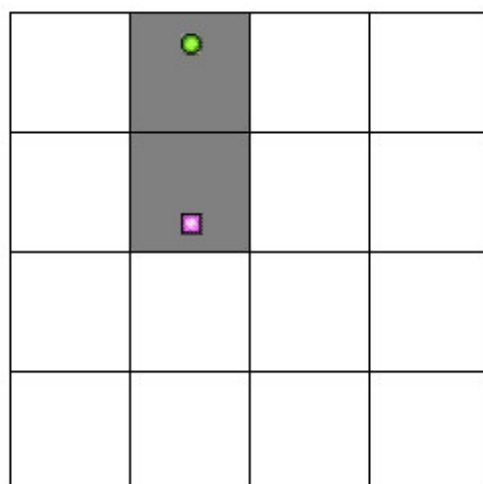
10. Surface Location

UL - Lot C	Section 32	Township 19S	Range 32E	Lot Idn C	Feet From 330	N/S Line N	Feet From 1980	E/W Line W	County LEA
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11. Bottom Hole Location If Different From Surface

11. Bottom Hole Location if Different from Surface									
UL - Lot F	Section 32	Township 19S	Range 32E	Lot Idn F	Feet From 2310	N/S Line N	Feet From 1980	E/W Line W	County LEA
12. Dedicated Acres 80.00		13. Joint or Infill		14. Consolidation Code			15. Order No.		

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

E-Signed By: Diana Briggs

Title: Production Analyst

Date: 2/5/2008

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Surveyed By: Gary Eidson

Date of Survey: 12/24/2007

Certificate Number: 12641

Permit Comments

Operator: MARBOB ENERGY CORP , 14049

Well: MAGNUM PRONTO #003

API: 30-025-38736

Created By	Comment	Comment Date
MARBOB4	Marbob will be using a closed mud loop system with fresh water pits.	1/9/2008
MARBOB4	Marbob Energy has conducted a review to determine if an H2S contingency plan is required for the above referenced well. We were able to conclude that any potential hazardous volume would be minimal. H2S concentrations of wells in this area from surface to TD are low enough; therefore we do not believe that an H2S Contingency Plan would be necessary.	1/9/2008
BArrant	Well is located in Lea county, New Mexico	1/22/2008

Permit Conditions of Approval

Operator: MARBOB ENERGY CORP , 14049

Well: MAGNUM PRONTO #003

API: 30-025-38736

OCD Reviewer	Condition
pkautz	Pit construction and closure must satisfy all requirements of your approved plan, O.C.D. Rule 19.15.2.50, and the Pit and Below-Grade Tank Guidelines