

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-103
Permit 79660

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVIOR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 1. Type of Well: ☐		WELL API NUMBER 30-025-38599
		5. Indicate Type of Lease S
		6. State Oil & Gas Lease No.
2. Name of Operator MARBOB ENERGY CORP		7. Lease Name or Unit Agreement Name RUGBURN STATE
3. Address of Operator PO Box 227, Artesia, NM 88211		8. Well Number 002
4. Well Location Unit Letter <u>K</u> : <u>2310</u> feet from the <u>S</u> line and <u>1650</u> feet from the <u>W</u> line Section <u>23</u> Township <u>18S</u> Range <u>33E</u> NMPM Lea County		9. OGRID Number 14049
11. Elevation (Show whether DR, KB, BT, GR, etc.) 3877 GR.		10. Pool name or Wildcat
Pit or Below-grade Tank Application ☐ or Closure ☐ Pit Type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____ Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____		

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 OF PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
Other:

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTER CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDON ☐
CASING/CEMENT JOB ☐
Other: **Drilling/Cement** ☒

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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.
SPUD WELL @9:30 AM ON 07/18/08. DRLD 12 1/4" HOLE TO 1632' @2:00 PM ON 07/19/08. RAN 39 JTS (1630.73') 8 5/8" 24# J-55 8RD CSG TO 1633.93'. CMTD W/550 SX H/L, TAILED IN W/250 SX P+, PD @5:48 AM ON 07/20/08, CIRC 252 SX TO BINS. WOC 18 HRS, TSTD CSG TO 600# F/30 MIN - HELD OK.

TD WELL @4:45 AM ON 07/29/08. RAN 155 JTS (6097.67') 5 1/2" 17# J-55 CSG TO 6100.70'. CMTD 1ST STG W/350 SX SUPER H, PD @11:07 PM ON 07/30/08, CIRC 81 SX OFF DVT @4095.73'. CMTD 2ND STG W/675 SX H/L, TAILED IN W/100 SX P+, PD @6:02 AM 07/31/08, CIRC 12 SX TO BINS. WOC 18 HRS, TSTD CSG TO 1500# F/30 MIN - HELD OK. 7/18/2008
Spudded well.

Casing and Cement Program

Date	String	Fluid Type	Hole Size	Csg Size	Weight lb/ft	Grade	Est TOC	Dpth Set	Sacks	Yield	Class	1" Dpth	Pres Held	Pres Drop	Open Hole
07/19/08	Surf		12.25	8.625	24	J55	0	1634	800		H/L, P+		600	0	
07/30/08	Prod		7.875	5.5	17	J55	0	6101	350		SUPER H		1500	0	
07/30/08	Prod		7.875	5.5	17	J55	0	6101	775		H/L, P+		1500	0	

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Electronically Signed TITLE Production Analyst DATE 7/31/2008
Type or print name Diana Briggs E-mail address production@marbob.com Telephone No. 505-748-3303

For State Use Only:

APPROVED BY: Paul Kautz TITLE Geologist DATE 8/1/2008 8:27:06 AM