

1. Operator Name and Address MARBOB ENERGY CORP PO Box 227 Artesia, NM 88211		2. OGRID Number 14049
		3. API Number 30-015-36489
4. Property Code 37229	5. Property Name HURL STATE COM	6. Well No. 002

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
I	16	18S	30E	I	1980	S	660	E	EDDY

SAND TANK:MORROW (GAS)	84872
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9. Work Type New Well	10. Well Type GAS	11. Cable/Rotary	12. Lease Type State	13. Ground Level Elevation 3460
14. Multiple N	15. Proposed Depth 12000	16. Formation Morrow	17. Contractor	18. Spud Date 9/5/2008
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water
<b>Pit:</b> Liner: Synthetic <input type="checkbox"/> mls thick    Clay <input type="checkbox"/> Pit Volume:      bbls    Drilling Method: Closed Loop System <input type="checkbox"/> Fresh Water <input checked="" 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	48	425	425	0
Int1	12.25	9.625	36	2600	600	0
Prod	7.875	5.5	17	12000	1200	200

We propose to drill 17 1/2 inch hole to 425 ft with fresh water, run 48 lb H-40 13 3/8 inch csg and set at 425 ft with 425 sx cmt, circ to surface, drl 12 1/4 inch hole to 2600 ft with brine water, run 36 lb J-55 9 5/8 inch csg and set at 2600 ft with 600 sx cmt, circ to surface, drl 7 7/8 inch hole to 12000 ft with cut brine water, run 5 1/2 inch 17 lb P-110 csg and set at 12000 ft with 1200 sx cmt, circ to 200 above all oil and gas bearing zones.

Type	Working Pressure	Test Pressure	Manufacturer
DoubleRam	5000	5000	Cameron

Date: 8/5/2008	Phone: 505-748-3303
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**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 79718

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

1. API Number 30-015-36489	2. Pool Code 84872	3. Pool Name SAND TANK MORROW (GAS)
4. Property Code 37229	5. Property Name HURL STATE COM	6. Well No. 002
7. OGRID No. 14049	8. Operator Name MARBOB ENERGY CORP	9. Elevation 3460

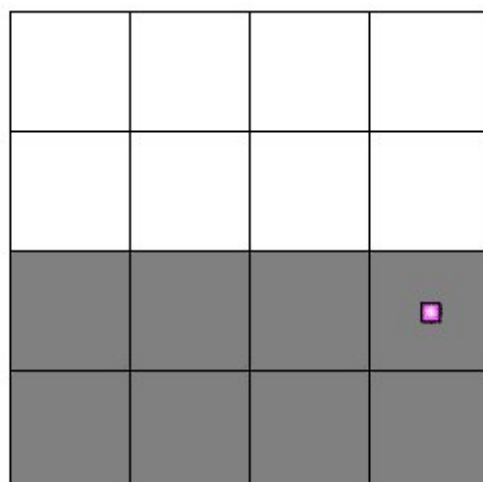
**10. Surface Location**

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
I	16	18S	30E	I	1980	S	660	E	EDDY

**11. Bottom Hole Location If Different From Surface**

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
12. Dedicated Acres 320.00		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: 8/5/2008

**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: Ronald Eidson  
 Date of Survey: 7/27/2008  
 Certificate Number: 3239

## Permit Comments

Operator: MARBOB ENERGY CORP , 14049

Well: HURL STATE COM #002

API: 30-015-36489

Created By	Comment	Comment Date
MARBOB4	We plan to complete this well in the Morrow and do not anticipate cutting any formations during drilling that contain H2S gas. Therefore we do not believe an H2S contingency plan is necessary.	8/1/2008