

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 82168

|                                                                                                                                                                                                                                                                                                                                         |  |                                                    |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|----------------------------------------------------|
| SUNDRY NOTICES AND REPORTS ON WELLS<br>(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.)                                                                                                                                  |  | WELL API NUMBER<br>30-025-39033                    |
| 1. Type of Well: <input type="radio"/>                                                                                                                                                                                                                                                                                                  |  | 5. Indicate Type of Lease<br>S                     |
| 2. Name of Operator<br>MARBOB ENERGY CORP                                                                                                                                                                                                                                                                                               |  | 6. State Oil & Gas Lease No.                       |
| 3. Address of Operator<br>PO Box 227, Artesia, NM 88211                                                                                                                                                                                                                                                                                 |  | 7. Lease Name or Unit Agreement Name<br>ITCH STATE |
| 4. Well Location<br>Unit Letter <u>F</u> : <u>1650</u> feet from the <u>N</u> line and <u>1650</u> feet from the <u>W</u> line<br>Section <u>23</u> Township <u>18S</u> Range <u>33E</u> NMPM Lea County                                                                                                                                |  | 8. Well Number<br>004                              |
| 11. Elevation (Show whether DR, KB, BT, GR, etc.)<br>3882 GR.                                                                                                                                                                                                                                                                           |  | 9. OGRID Number<br>14049                           |
| Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/><br>Pit Type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____<br>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.  
TD WELL @1:15 PM ON 09/08/08. DRLD 7 7/8" HOLE TO 6105'. RAN 156 JTS (6097.79') 5 1/2" 17# J-55 LTC CSG TO 6100.70'.  
CMTD 1ST STG W/325 SX SUPR H, PD @4:45 PM ON 09/10/08, CIRC 147 SX OFF DVT @4106.34'. CMTD 2ND STG W/600 SX H/L, TAILED IN W/175 SX SUPER H, PD @1:26 AM ON 09/10/08, CIRC 29 SX TO BINS 8/30/2008 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 |
|----------|--------|------------|-----------|----------|--------------|-------|---------|----------|-------|-------|------------|---------|-----------|-----------|-----------|
| 08/31/08 | Surf   |            | 12.25     | 8.625    | 24           | J55   | 0       | 1621     | 800   |       | H/L, P+    |         | 600       | 0         |           |
| 09/10/08 | Prod   |            | 7.875     | 5.5      | 17           | J55   | 0       | 6101     | 325   |       | SUPER H    |         | 1500      |           |           |
| 09/10/08 | Prod   |            | 7.875     | 5.5      | 17           | J55   | 0       | 6101     | 775   |       | H/L, SUPER |         | 1500      |           |           |

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 9/16/2008  
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 9/17/2008 8:43:42 AM