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|--------------------------------------------------------------------------------------------|---------------------------------------|-------------------------------|
| 1. Operator Name and Address MARBOB ENERGY CORP PO BOX 227 ARTESIA , NM 882110227 | | 2. OGRID Number 14049 |
| | | 3. API Number 30-015-37465 |
| 4. Property Code 37957 | 5. Property Name HONEYGRAHAM STATE | 6. Well No. 001H |

| | | | | | | | | | |
|---------------|---------------|-----------------|--------------|--------------|------------------|---------------|------------------|---------------|----------------|
| UL - Lot D | Section 29 | Township 26S | Range 28E | Lot Idn D | Feet From 660 | N/S Line N | Feet From 330 | E/W Line W | County EDDY |
|---------------|---------------|-----------------|--------------|--------------|------------------|---------------|------------------|---------------|----------------|

| | |
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| WILDCAT BONESPRING | |
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| 9. Work Type New Well | 10. Well Type OIL | 11. Cable/Rotary | 12. Lease Type State | 13. Ground Level Elevation 3005 |
| 14. Multiple N | 15. Proposed Depth 6550 | 16. Formation Bone Spring | 17. Contractor | 18. Spud Date 1/16/2010 |
| Depth to Ground water | | Distance from nearest fresh water well | | Distance to nearest surface water |
| Pit: Liner: Synthetic <input type="checkbox"/> mills 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 | 300 | 300 | 0 |
| Int1 | 12.25 | 9.625 | 36 | 2250 | 500 | 0 |
| Prod | 7.875 | 5.5 | 17 | 10100 | 950 | 2000 |

DRILL 17 1/2" HOLE TO 300' WITH FRESH WATER, RUN 13 3/8 48# H-40 CASING AND CEMENT TO SURFACE. DRILL 12 1/4" HOLE TO 2250' WITH BRINE, RUN 9 5/8 36# J-55 CASING AND CEMENT TO SURFACE. DRILL 7 7/8" HOLE TO 6050' WITH CUT BRINE THEN DRILL LATERAL TO NEW BHL WITH TVD OF 6550' MEASURED DEPTH OF 10100' AND CEMENT TO 2000'.

| | | | |
|-----------|------------------|---------------|--------------|
| Type | Working Pressure | Test Pressure | Manufacturer |
| DoubleRam | 3000 | 3000 | CAMERON |

Phone: 575-748-3303

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 105754

WELL LOCATION AND ACREAGE DEDICATION PLAT

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|-------------------------------|----------------------------------------|------------------------------------|
| 1. API Number 30-015-37465 | 2. Pool Code | 3. Pool Name WILDCAT BONESPRING |
| 4. Property Code 37957 | 5. Property Name HONEYGRAHAM STATE | 6. Well No. 001H |
| 7. OGRID No. 14049 | 8. Operator Name MARBOB ENERGY CORP | 9. Elevation 3005 |

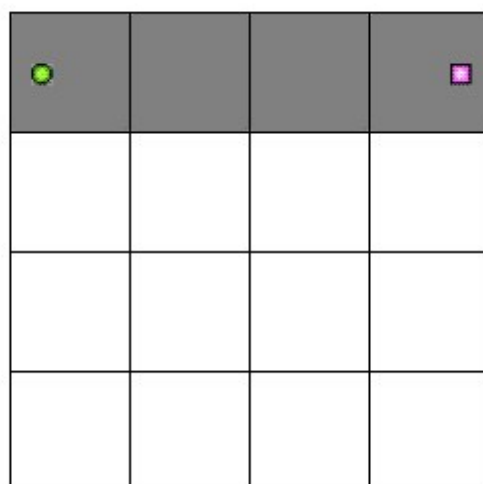
10. Surface Location

| | | | | | | | | | |
|---------------|---------------|-----------------|--------------|---------|------------------|---------------|------------------|---------------|----------------|
| UL - Lot D | Section 29 | Township 26S | Range 28E | Lot Idn | Feet From 660 | N/S Line N | Feet From 330 | E/W Line W | County EDDY |
|---------------|---------------|-----------------|--------------|---------|------------------|---------------|------------------|---------------|----------------|

11. Bottom Hole Location If Different From Surface

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|-------------------------------|---------------|---------------------|--------------|------------------------|------------------|---------------|------------------|---------------|----------------|
| UL - Lot A | Section 29 | Township 26S | Range 28E | Lot Idn A | Feet From 660 | N/S Line N | Feet From 330 | E/W Line E | County EDDY |
| 12. Dedicated Acres 160.00 | | 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 Manager

Date: 12/16/2009

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: 11/10/2009

Certificate Number: 3239

Permit Comments

Operator: MARBOB ENERGY CORP , 14049

Well: HONEYGRAHAM STATE #001H

API: 30-015-37465

| Created By | Comment | Comment Date |
|------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------|
| 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. | 11/25/2009 |