

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

Form C-103
Permit 118557

Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

WELL API NUMBER
30-015-37145

5. Indicate Type of Lease
S

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name
NERVOUS HORZ COM

8. Well Number
003H

9. OGRID Number
14049

10. Pool name or Wildcat

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: O

2. Name of Operator

MARBOB ENERGY CORP

3. Address of Operator

PO BOX 227, ARTESIA, NM 882110227

4. Well Location

Unit Letter E : 330 feet from the N line and 1980 feet from the E line
Section 36 Township 18S Range 31E NMPM Eddy County

11. Elevation (Show whether DR, KB, BT, GR, etc.)

3500 GR

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.

TD WELL @6:00 AM ON 08/09/10. DRLD 7 7/8" HOLE TO 12546'. RAN 280 JTS (12549.78') 5 1/2" 17# N-80 8RD LTC CSG TO 12562.88'. CMTD 1ST STG W/475 SX ACID SOLUBLE CMT, PD @8:15 AM ON 08/10/10, CIRC 64 SX OFF DVT @7502.24'. CMTD 2ND STG W/850 SX HLP, TAILED IN W/100 SX P+ NEAT, PD @2:08 PM ON 08/10/10, DNC. RAN TEMP SURVEY - TOC @1800'. WOC 18 HRS. TSTD CSG TO 1500# F/30 MIN - HELD OK7/10/2010 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
07/11/10	Surf		17.5	13.375	54.5	J55	0	937	850		P+		600	0	
07/15/10	Int1		12.25	9.625	36	J55	0	3021	950		HLPP, P+		1500	0	
08/10/10	Prod		7.875	5.5	17	N80	0	12563	475		ACID SOLUB		1500	0	
08/10/10	Prod		7.875	5.5	17	N80	1800	12563	950		HLP, 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 Manager

DATE 8/11/2010

Type or print name Diana Briggs

E-mail address production@marbob.com

Telephone No. 575-748-3303

For State Use Only:

APPROVED BY: Randy Dade

TITLE District Supervisor

DATE 8/16/2010 7:51:02 AM