

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 119506

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.)		WELL API NUMBER 30-015-37689
1. Type of Well: O		5. Indicate Type of Lease S
2. Name of Operator MARBOB ENERGY CORP		6. State Oil & Gas Lease No.
3. Address of Operator PO BOX 227, ARTESIA, NM 882110227		7. Lease Name or Unit Agreement Name LOVELADY STATE
4. Well Location Unit Letter <u>P</u> : <u>380</u> feet from the <u>S</u> line and <u>660</u> feet from the <u>E</u> line Section <u>16</u> Township <u>25S</u> Range <u>25E</u> NMPM <u>Eddy</u> County		8. Well Number 004H
11. Elevation (Show whether DR, KB, BT, GR, etc.) 3538 GR.		9. OGRID Number 14049
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 _____		10. Pool name or Wildcat

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 @7:00 AM ON 08/21/10. DRLD 17 1/2" HOLE TO 209' @6:30 PM ON 08/21/10. RAN 5 JTS (209.57') 13 3/8" 48# J-55 STC CSG TO 207.5'. CMTD W/150 SX THIXO, TAILED IN W/250 SX P+, PD @3:15 AM ON 08/22/10, CIRC 55 SX TO BINS. WOC 18 HRS. TSTD CSG TO 600# F/30 MIN - HELD OK.

08/25/10 @12:15 PM, DRLD 12 1/4" HOLE TO 1315'. RAN 29 JTS (1308.90') 9 5/8" 36# J-55 STC CSG TO 1313'. CMTD W/450 SX P+, TAILED IN W/250 SX P+, PD @6:30 PM ON 08/25/10, CIRC 154 SX TO BINS. WOC 18 HRS. TSTD CSG TO 1500# F/30 MIN - HELD OK. 8/21/2010 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
08/21/10	Surf		17.5	13.375	48	J55	0	208	150		THIXO		600	0	
08/25/10	Int1		12.25	9.625	36	J55	0	1313	700		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 8/29/2010
 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 8/30/2010 8:52:41 AM