7 1526272829303, Oil Cons. N.M. DIV-Dist. 2 1301 W. Grand Avenue Artesia. NM 88210 Form 3150-5 (September 2001) **UNITED STATES** FORM APPROVED OMB No. 1004-0135 Expires January 31, 2004 DEPARTMENT OF THE INTERIOR BUR AU OF LAND MANAGEMENT Lease Serial No SUNDRY NOTICES AND REPORTS ON WELLS DO Not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. NMLC054908 6. If Indian, Allottee or Tribe Name SUBMIT IN TRIPLICATE - Other instructions on reverse side 7. If Unit or CA/Agreement, Name and/or No. 1. Type of Well 8. Well Name and No. Oil Well Gas Well Other FAIR "17" FEDERAL #1 Name of Operator 9. API Well No. MARBOB ENERGY CORPORATION 3b. Phone No. (include area code) Address 30-015-28969 PO BOX 227, ARTESIA, NM 88211-0227 10. Field and Pool, or Exploratory Area (505) 748-3303 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) CEDAR LAKE: STRAWN, NORTH 11. County or Parish, State EDDY CO., NM 1792 FNL 727 FWL, SEC. 17-T17S-R31E, UNIT E 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Acidize Deepen Production (Start/Resume) Water Shut-Off Notice of Intent Alter Casing Fracture Treat Reclamation Well Integrity Casing Repair **New Construction** Recomplete Other Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Convert to Injection Plug Back Water Disposal 13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.) TESTED THE STRAWN ZONE FOR COMMERCIAL PRODUCTION AS FOLLOWS: 9/9/03 - SET CIBP @ 10840'. DROP 1 BAILER LOAD OF CEMENT ON PLUG. PERF THE STRAWN @ 10537' - 10579' (15 SHOTS, 1 SPF). 9/10/03 -ACIDIZE PERFS W/ 3500 GAL 15% HCL ACID. (AIR 2.5 BPM, AIP 6800#, ISDP 6117#) SWAB/FLOW TEST. ACCEPTED FOR RECORD 9/11/03 -PUT WELL DOWN SALES LINE ON 14/64" CHOKE. SEP 23 ALEXIS C. SWORODA PETROLEUM ENGINEER I hereby certify that the foregoing is true and correct Title RIANA J. CANNON PRODUCTION ANALYST Signatur Date SEPTEMBER 19, 2003 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Title Date Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Office

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.