| Submit To Appropriate District Office State Lease - 6 copies State Lease - 9 copies   |  |                           |                |         |                         |              |                                    |                           |                   |                          | Form C-105                     |                      |                           |  |
|---|--|---------------------------|----------------|---------|-------------------------|--------------|------------------------------------|---------------------------|-------------------|--------------------------|--------------------------------|----------------------|---------------------------|--|
| Fee Lease - 5 copies  District I  Energy, Minerals and Natural Resources  |  |                           |                |         |                         | }            | Revised June 10, 2003 WELL API NO. |                           |                   |                          |                                |                      |                           |  |
| 1625 N. French Dr., Hobbs, NM 88240   |  |                           |                |         |                         |              |                                    |                           |                   | 30-025-38065             |                                |                      |                           |  |
| 1301 W. Grand Avenue, Artesia, NM 88210   |  |                           |                |         |                         |              | Ī                                  | 5. Indicate Type of Lease |                   |                          |                                |                      |                           |  |
| District III<br>1000 Rio Brazos Rd., Aztec, NM 87410  |  |                           |                |         |                         |              |                                    |                           |                   | STATE S FEE              |                                |                      |                           |  |
| 1220 S. St. Francis Dr., Santa Fe, NM 87505   |  |                           |                |         |                         |              |                                    |                           | State Oil & C     | as Leas                  | e No.                          |                      |                           |  |
| WELL COMPLETION OR RECOMPLETION REPORT AND LOG  |  |                           |                |         |                         |              |                                    |                           |                   |                          |                                |                      |                           |  |
| 1a. Type of Well:       OIL WELL ☑ GAS WELL ☐ DRY ☐ OTHER       7. Lease Name or Unit Agreement Name  |  |                           |                |         |                         |              |                                    | lame                      |                   |                          |                                |                      |                           |  |
| b. Type of Completion:  NEW  WORK  DEEPEN  PLUG  DIFF.  |  |                           |                |         |                         |              |                                    |                           |                   |                          | 1                              | tch State            |                           |  |
| WELL OVER BACK RESVR. OTHER  2. Name of Operator  |  |                           |                |         |                         |              |                                    |                           |                   | 8. Well No.              |                                |                      |                           |  |
| Marbob Energy Corporation   |  |                           |                |         |                         |              |                                    |                           |                   | 1                        |                                |                      |                           |  |
| 3. Address of Oper  | ator   | IV.                       | arbob Eller    | зу Согр | oration                 |              |                                    |                           |                   | 9. Pool name or Wildcat  |                                |                      |                           |  |
|   |  | PO Pos                    | 227 Artes      | io NM   | 89211-0227              |              |                                    |                           |                   |                          |                                |                      |                           |  |
| PO Box 227, Artesia, NM 88211-0227  4. Well Location  Mescalero Escarpe; Bone Spring  |  |                           |                |         |                         |              |                                    |                           | one opring        |                          |                                |                      |                           |  |
| Unit Letter C:865 Feet From The North Line and 1650 Feet From The West Line   |  |                           |                |         |                         |              |                                    |                           |                   |                          |                                |                      |                           |  |
| Section   |  |                           | nship          | 18S     | Range                   |              | 33E NM                             |                           |                   |                          | Lea                            | County               |                           |  |
| 10. Date Spudded 10/10/06   |  | te T.D. Reache<br>11/1/06 |                |         |                         |              |                                    |                           | 38                | RKB, RT, GR, 6<br>93' GL |                                |                      | Casinghead                |  |
| 15. Total Depth   | Depth 16. Plug Back T.D. 17. If Multiple Compl. How Many 18. Intervals Rotary To Zones? Drilled By |                           |                |         |                         | Rotary Tools |                                    | Cable                     | Γools             |                          |                                |                      |                           |  |
| 9200'<br>19. Producing Inter  | ryal(s) of   | 9125                      |                | tom N   | ame                     |              |                                    |                           |                   | 0 – 9200'                |                                | ectional Survey Made |                           |  |
| 19. Floducing inter   | vai(5), 01   | tins completio            |                |         | Bone Spring             |              |                                    |                           |                   | 20                       | . 1143 1311                    |                      | No :                      |  |
| 21. Type Electric a   | nd Other   | Logs Run                  | DLL            | , Csng  |                         |              |                                    |                           |                   | 22. Was Well C           | ored                           | No                   |                           |  |
| 23.   |  |                           |                |         | SING RECOR              | RD (F        | \ep                                | ort all st                | trin              | gs set in we             | :11)                           | <i>(i)</i>           | Ų.                        |  |
| CASING SIZI   | Е  | WEIGHT I                  |                |         | DEPTH SET               |              |                                    | E SIZE                    |                   | CEMENTING                |                                |                      | MOUNT PULLED              |  |
| 13 3/8"   |  | 48#                       |                | 377'    |                         |              | 17 ½"<br>11"                       |                           |                   | None Hobbs xs 007        |                                |                      |                           |  |
| 8 5/8"<br>5 ½"  |  | 32#<br>17#                | 3068'<br>9181' |         |                         |              | 7 7/8"                             |                           |                   | 1100 sx // None          |                                |                      |                           |  |
| 3 72  |  | * '''                     | 7101           |         |                         |              | ,                                  |                           |                   |                          |                                |                      |                           |  |
|   |  |                           |                |         |                         |              |                                    |                           |                   | 1.0                      | *                              | .1                   | · ·                       |  |
| 24.   | Lmon   |                           | LINER RECORD   |         |                         | Lagni        | 25.                                |                           |                   |                          | BING R                         |                      | I D L CHED CET            |  |
| SIZE  | TOP  |                           | воттом         |         | SACKS CEMENT            | SCRI         | EEN                                |                           | SIZ               | 2 7/8"                   | DEPTH S                        | 56'                  | PACKER SET<br>8889'       |  |
|   |  |                           |                |         |                         | 1            |                                    |                           |                   | 2 770                    |                                | 30                   | 1 0007                    |  |
| 26. Perforation re  | ecord (int   | erval, size, and          | number)        |         |                         |              |                                    |                           | FR.               | ACTURE, CEM              |                                |                      |                           |  |
|   |  | 8960' - 8968              | ' (9 shots)    |         |                         |              |                                    | NTERVAL                   |                   |                          | D KIND MATERIAL USED           |                      |                           |  |
|   |  |                           | ,              |         |                         | *            | 8960' – 8968' Ac                   |                           |                   |                          | Acdz w/ 4500 gal NE Fe 20% HCl |                      |                           |  |
|   |  |                           |                |         | DD/                     |              |                                    | ION                       |                   |                          |                                |                      |                           |  |
| Date First Production   | on   | Prov                      | luction Met    | 10d (FL |                         | DDU          |                                    |                           |                   | Well Status (4           | Prod or Si                     | iut-in)              |                           |  |
|   |  |                           |                |         |                         |              |                                    |                           |                   |                          |                                |                      |                           |  |
| Date of Test  | Hours 1  | Tested                    | Choke Size     |         | Pumping<br>Prod'n For   | Oil –        | Bbl                                |                           | Gas               | - MCF                    | Water - F                      | Producing            | Gas - Oil Ratio           |  |
|   | 110015   |                           | choke bize     |         | Test Period             |              |                                    |                           | Ous               |                          | ,                              |                      | ous on rang               |  |
| 12/26/06<br>Flow Tubing   | Casing   | Pressure                  | Calculated 2   | 74-     | Oil - Bbl.              | L            | 69<br>ias –                        | MCF                       | v                 | 11<br>Vater - Bbl.       |                                | 35<br>Travity - A    | <br>  PI - <i>(Corr.)</i> |  |
| Press.  | Cusing   | I                         | Hour Rate      |         |                         | ا            |                                    |                           | 1                 |                          |                                | 31 <b>4</b> 111) 1   | (5677.9                   |  |
|   |  |                           |                |         |                         |              |                                    |                           |                   |                          |                                |                      |                           |  |
| 29. Disposition of Gas (Sold, used for fuel, vented, etc.)  |  |                           |                |         |                         |              |                                    |                           | Test Witnessed By |                          |                                |                      |                           |  |
| Sold Tito Aguirre  30. List Attachments   |  |                           |                |         |                         |              |                                    |                           |                   |                          |                                |                      |                           |  |
| Logs, Deviation Survey  31 I hereby certify that the information shown on both sides of this form as true and complete to the best of my knowledge and belief |  |                           |                |         |                         |              |                                    |                           |                   |                          |                                |                      |                           |  |
| 31 .I herby certif  | fy that th   | e informatio              | shown`on       | both s  | ides of this form as    | true an      | id co                              | mplete to                 | the l             | best of my know          | ledge an                       | d belief             |                           |  |
| Steriorure  | an   | NON                       | LGAE           |         | Printed<br>Name Diana . | J. Brig      | gs                                 | Title                     | F                 | Production An            | alyst                          | Date                 | 1/17/07                   |  |
| E-mail Address production@maroob.com  |  |                           |                |         |                         |              |                                    |                           |                   |                          |                                |                      |                           |  |

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## **INSTRUCTIONS**

This form is to be filed with the appropriate District Office of the Division not later than 20 days after the completion of any newly-drilled or deepened well. It shall be accompanied by one copy of all electrical and radio-activity logs run on the well and a summary of all special tests conducted, including drill stem tests. All depths reported shall be measured depths. In the case of directionally drilled wells, true vertical depths shall also be reported. For multiple completions, items 25 through 29 shall be reported for each zone. The form is to be filed in quintuplicate except on state land, where six copies are required. See Rule 1105.

## INDICATE FORMATION TOPS IN CONFORMANCE WITH GEOGRAPHICAL SECTION OF STATE

|                   | Southeaster | n New Mexico     |        | Northwestern New Mexico |                  |  |  |  |
|-------------------|-------------|------------------|--------|-------------------------|------------------|--|--|--|
| T. Anhy           |             | T. Canyon        |        | T. Ojo Alamo            | T. Penn. "B"     |  |  |  |
| T. Salt           | 1736'       | T. Strawn        |        | T. Kirtland-Fruitland   | T. Penn. "C"     |  |  |  |
| B. Salt           |             | T. Atoka         |        | T. Pictured Cliffs      | T. Penn. "D"     |  |  |  |
| T. Yates          | 3063'       | T. Miss          |        | T. Cliff House          | T. Leadville     |  |  |  |
| T. 7 Rivers       | 3656'       | T. Devonian      |        | T. Menefee              | T. Madison       |  |  |  |
| T. Queen          | 4262'       | T. Silurian      |        | T. Point Lookout        | T. Elbert        |  |  |  |
| T. Grayburg       | 4876'       | T. Montoya       |        | T. Mancos               | T. McCracken     |  |  |  |
| T. San Andres     | 5046'       | T. Simpson       |        | T. Gallup               | T. Ignacio Otzte |  |  |  |
| T. Glorieta       |             | T. McKee         |        | Base Greenhorn          | T. Granite       |  |  |  |
| T. Paddock        |             | T. Ellenburger   |        | T. Dakota               | T                |  |  |  |
| T. Blinebry       |             | T. Gr. Wash      |        | T. Morrison             | T.               |  |  |  |
| T.Tubb            |             | T. Delaware Sand | 5212'  | T.Todilto               | T                |  |  |  |
| T. Drinkard       |             | T. Bone Springs  | 7262'_ | T. Entrada              | T.               |  |  |  |
| T. Abo            |             | T.               |        | T. Wingate              | T                |  |  |  |
| T. Wolfcamp       |             | T.               |        | T. Chinle               | T.               |  |  |  |
| T. Penn           |             | T.               |        | T. Permian              | T.               |  |  |  |
| T. Cisco (Bough C | (1)         | T.               |        | T. Penn "A"             | T. OIL OR GAS    |  |  |  |

|                             |                              |  | SANDS OR ZONES |
|-----------------------------|------------------------------|--|----------------|
| No. 1, from                 | to                           | No. 3, from                            | to             |
|                             |                              | No. 4, from                            |                |
|                             |                              | RTANT WATER SANDS                      |                |
| Include data on rate of wat | er inflow and elevation to v | which water rose in hole.              |                |
| No. 1, from                 | to                           | feet                                   |                |
| No. 2, from                 | to                           | feet                                   |                |
| No. 3, from                 | to                           | feetfe                                 |                |
|                             | LITHOLOGY REC                | CORD (Attach additional sheet if neces | ssarv)         |

| From | То | Thickness<br>In Feet | Lithology | From | То | Thickness<br>In Feet | Lithology |
|------|----|----------------------|-----------|------|----|----------------------|-----------|
|      |    |                      |           |      |    |                      |           |
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