#### FORM APPROVED **UNITED STATES** OM B No 1004-0137 Expires: March 31, 2007 DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT** 5. Lease Serial No. 1 8 2008 NOTICES AND REPORTS ON WELLS NMNM13422B 6. If Indian, Allottee or Tribe Name of use this form for proposals to drill or to re-enter an Well Use Form 3160 - 3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE- Other instructions on reverse side. 1. Type of Well Gas Well Other 8. Well Name and No. Falcon Federal #1 2. Name of Operator Marbob Energy Corporation API Well No. 30-025-38421 3a Address 3b. Phone No. (include area code) 575-748-3303 PO Box 227, Artesia, NM 88211-0227 10. Field and Pool, or Exploratory Area K Bone Spring 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State 1650 FNL 660 FWL, Sec. 9-T19S-R32E, Unit E Lea Co., NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE. REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Production (Start/Resume) Water Shut-Off Notice of Intent Alter Casing Well Integrity Reclamation Fracture Treat Casing Repair Recomplete Subsequent Report **New Construction** Other Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice ✓ Plug Back Convert to Injection 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.) Recompleted in the 2nd Bone Spring Sand as follows: 2/5/08 - Set CIBP + 35' cmt @ 11450'. Perf the Wolfcamp @ 10718' - 10794' (20 shots). 2/6/08 - Acdz the Wolfcamp w/ 2500 gal NE Fe 15% HCl acid. 2/12/08 - Set CIBP + 35' cmt @ 10675'. Perf the Bone Spring Lime @ 9834' - 9933' (18 shots). 2/13/08 - Acdz the Bone Spring Lime w/ 1500 gal NE Fe 15% HCl acid. 2/14/08 - Set CIBP + 10' cmt @ 9800'. Perf the 2nd Bone Spring Sand @ 9294' - 9312' (38 shots). 2/15/08 - Acdz the 2nd Bone Spring Sand w/ 1000 gal NE Fe 7 1/2% HCl acid. 2/19/08 - Frac the 2nd Bone Spring Sand w/ 100K# sand & 78380 gal fluid. AIR 34 BPM. AIP 2558#. ISIP 2518#. 2/20/08 - Tag sand @ 9700'. Clean out to cmt @ 9790'. Drill out 10' cmt & CIBP @ 9800'. Push to 10400'. Circ hole clean,

14. Thereby certify that the foregoing is true and correct Name (Printed/Typed)	1
Diana J. Briggs	Title Production Analyst
Signature JAMA MAGA	Date 03/17/2008
THIS SPACE FOR FEDERAL	L OR STATE OFFICE USE
Approved by Mus Walliams & DISTRICT S	UPER/FARIZEMERAL MANAGEBAIE APR 16 2008
Conditions of approval, if any, are attached. Approval of this notice does not warra certify that the applicant holds legal or equitable title to those rights in the subject le which would entitle the applicant to conduct operations thereon.	unt or
Title 19 11 C.C. Section 1001 and Title 42 11 C.C. Section 1212 and the first	

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 anymatter within its jurisdiction

## OCD-HOBB®

Form 3160-4 (April 2004)

## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMBNO 1004-0137
Expires: March 31, 200

Second   S		14/1		OMBI			DECOMPI			DT 44	10.1.00				Expires M	arch 31, 2007
Type of Completion   New Well   Gus Well   Doy   Other   Deepen   Plag Back   Diff Revox.		VV I	ELL C	OMPL	E HON	OH	RECOMPL	EHON	N REPO	HIAN	ND LOG			5. Lea:	se Senal No INM13422	В
Name of Operation   Name and Operation   S   Lone Arme and No									ven 🕡 p	lug Back	∠ □ D.ff	D. seum				
Address PO Box 227				Oth	ier					ing Daci		KCSVI,		7. Unit	or CA Agre	eement Name and No
Address   PO Box 227   Sa.   Phone No. (include area code)   9 AT   PARCEL   NA   NA   NA   PARCEL   NA   NA   PARCEL   NA   PARCEL   NA   PARCEL   NA   PARCEL   NA   PARCEL   NA   PARCEL   PARCEL   NA   PARCEL   PARC					nergy Co	rpora	tion /							8 Leas	e Name and	Well No
All surface	Addre				-0227				I .			ea code	,	9 AFI	Well No.	/
1.	Locati	ion of We	ell (Repo	rt locatio	n clearly o	ınd ın a	accordance with	Federa	l requireme	nts)*						or Exploratory ,
At total depth   Same	At sur	face	1650 F	NL 660	FWL, U	nit E							1=			Worth
At Isaid depth   Same   Lea   NM	At top	prod int	erval rep	oorted be	low San	ie								Surv	ey or Area	Sec. 9-T19S-R32E
10   10   10   10   10   10   10   10	At tota	al depth	Same										1		nty or Parish	/
Total Depth   MD   11850				1						-			1			RKB, RT, GL)*
TVD   11850	. Total	Depth	MD 1	1850'	-			MD		<del>. /\</del>	<del></del>					10400'
None						******			10400'					TV	D .	
Casing and Liner Record (Report all strings set in well)  ole Size   Size/Grade   Wt. (#/ft)   Top (MD)   Bottom (MD)   Stage   Cementer   No. of Sixe & Slurry Vol. (BBL)   Cement Top*   Amount Pulled    7/12"   13 3/8"   54.5#   0   936'   800 x   0   None    1/14"   9 5/8"   36 & 40#   0   3398'   1450 s   0   None    1/14"   9 5/8"   36 & 40#   0   11850'   1465 s x   3600' TS   None    Tubing Record   Size   Depth Set (MD)   Packer Depth (MD)   Size   Depth Set (MD)   Size   Depth Set (MD)   Size   Siz			& Other	Mechan	ical Logs	Run (S	submit copy of	each)			Was	DST n	ın <sup>o</sup>	No [	Yes (Sub	mit report)
172"   13 3/8"   54.5%   0   936'   800 x   0   None	Casın	g and Li	ner Rec	ord (Re	port all s	trings	set in well)				Direc		Survey?	[V]No	Yes (	Submit copy)
21/4"   9.5/8"   36 & 40 # 0   3968'   1450 sx   0   None	ole Sıze	ļ		`		(MD)	Bottom (MD	N I -		1 ,10 .		Slum (E	ry Vol. BBL)	Cemer	nt Top*	Amount Pulled
Tubung Record   Tubung Recor		+						-								
Tubing Record  Size		<del></del>						-		<del></del>					TS	
7/8" 10089' 26 Perforation Record Formation Top Bottom Perforated Interval Size No. Holes Perf Status  Bone Spring 9294' 9933' 10718'-10794' 20 Closed - CIBP @ 10675' 9834' - 9933' 18 Open  Acid, Fracture, Treatment, Cement Squeeze, etc. Depth Interval Depth Interval O718' - 10794' Acdz w/ 2500 gal NE Fe 15% HCl acid.  Acdz w/ 1500 gal NE Fe 15% HCl acid.  Production - Interval A te First Size No. Holes Perf Status  Acdz w/ 1500 gal NE Fe 15% HCl acid.  Acdz w/ 1000 gal NE Fe 15% HCl acid.  Production - Interval A te First Size No. Holes Perf Status  Acdz w/ 1000 gal NE Fe 15% HCl acid.  Acdz w/ 1500 gal NE Fe 15% HCl acid.  Acdz w/ 1000 gal NE Fe 15% HCl acid.  Acdz w/ 1000 gal NE Fe 15% HCl acid.  Acdz w/ 1000 gal NE Fe 15% HCl acid.  Acdz w/ 1000 gal NE Fe 15% HCl acid.  Production - Interval A gas of the production BBL MCF BBL Corr. API Gravity Gas Gravity Production Method Pumping  Acid Flwg Press Csg 24 Hr BBL MCF BBL Corr. API Gravity Production Method Gas SI Water Gas Oil Gravity Production Method BBL MCF BBL Corr. API Gravity Production Method Gas SI Water Gas Oil Gravity Production Method MAR - 2 0 2008	Tubing	g Record														
Producting Intervals   26   Perforation Record		<u> </u>	<u>`</u>	ID) Pac	ker Depth	(MD)	Size	Deptl	h Set (MD)	Packer	Depth (MD)		Size	Depti	n Set (MD)	Packer Depth (MD)
Production - Interval A   Production - Interval A   Production   BBL   MCF   BBL   Corr. API   Gravity   Production   McF   BBL   MCF   BBL   Corr. API   Gravity   Production   McF   BBL   Corr. API   Gravity   Production   McF   BBL   Corr. API   Gravity   Corr. API   Gravity   Production   McF   BBL   McF					W. A.			26	Perforation	Record	<u> </u>	L		ــــــــــــــــــــــــــــــــــــــ		
9834' - 9933'   18   Open			on		<del></del>				Perforated I	Interval		Size	No. F	loles	F	Perf Status
Acid, Fracture, Treatment, Cement Squeeze, etc.   Depth Interval   Amount and Type of Material   Amount and Type of Material	Bone	Spring			9294'	_	9933'	<del></del>		-			<del></del>			- CIBP @ 10675'
Action Depth Interval Depth Interval Acdz w/ 2500 gal NE Fe 15% HCl acid.  Acdz w/ 2500 gal NE Fe 15% HCl acid.  Acdz w/ 1500 gal NE Fe 15% HCl acid.  Acdz w/ 1500 gal NE Fe 15% HCl acid.  Acdz w/ 1000 gal NE Fe 7 1/2% HCl acid.  Production - Interval Action Frested Date Tested Date Tested Date Production BBL MCF BBL Corr. API Gravity Pumping  Action From Method Pumping  Action Frest Date Fish Date Fish Date Fish Date Fish Date Fish Date Fish BBL MCF BBL Corr. API Gas/Oil Ratio Production - Interval B BBL MCF BBL Corr. API Gravity Production Accepted Fish BBL MCF BBL Corr. API Gravity Production Accepted Fish BBL MCF BBL Corr. API Gravity Production Accepted Fish BBL MCF BBL Corr. API Gravity Production Method Pumping MAR - 2 0 2008  Action Fish Date Fish Date Fish Date Fish Date Fish Date Fish BBL MCF BBL Corr. API Gravity Production Method MAR - 2 0 2008  Action Fish Date Fish Date Fish Date Fish Date Fish Date Fish BBL MCF BBL Ratio Well Status Fish BBL MCF BBL Ratio MAR - 2 0 2008																1-11-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1
Depth Interval  O718' - 10794'  Acdz w/ 2500 gal NE Fe 15% HCl acid.  834' - 9933'  Acdz w/ 1500 gal NE Fe 15% HCl acid.  294' - 9312'  Arcdz w/ 1000 gal NE Fe 7 1/2% HCl acid. Frac w/ 100K# sand & 78380 gal fluid.  Production - Interval A  te First Fest Date Tested Date Production BBL MCF BBL Corr. API Gravity Gravity Pumping  oke Ibg Press Csg Flwg Press Rate BBL MCF BBL Gas Water BBL Ratio  Production - Interval B  te First Fest Ibour Tested Date Tested BBL MCF BBL Gas/Oil Gravity Gas Gravity Production Method Pumping  Oke Ibg Press Csg Flwg Press Rate BBL MCF BBL Gas/Oil Gravity Gas Gravity Production Method MCF BBL MCF BBL Ratio  Production - Interval B  te First Fest Hlours Tested BBL MCF BBL Gas/Oil Gravity Gas Gravity Production Method MAR - 2 0 2008  Oke Ibg Press Csg 24 Hr Goil Gas Water Gravity Gas Gravity Production Method MAR - 2 0 2008  Oke Ibg Press Csg 24 Hr BBL MCF BBL Gas/Oil Gravity Gas Gravity Production Method MAR - 2 0 2008	Acid, F	racture. T	reatmen	t. Cement	Sauceze	etc										
Acdz w/ 1500 gal NE Fe 15% HCl acid.  Acdz w/ 1500 gal NE Fe 7 1/2% HCl acid.  Acdz w/ 1000 gal NE Fe 7 1/2% HCl acid.  Acdz w/ 1000 gal NE Fe 7 1/2% HCl acid.  Acdz w/ 1000 gal NE Fe 7 1/2% HCl acid.  Acdz w/ 1000 gal NE Fe 7 1/2% HCl acid.  Acdz w/ 1000 gal NE Fe 7 1/2% HCl acid.  Acdz w/ 1000 gal NE Fe 7 1/2% HCl acid.  Fract w/ 100K# sand & 78380 gal fluid.  Acdz w/ 1000 gal NE Fe 15% HCl acid.  Acdz w/ 1000 gal NE Fe 15% HCl acid.  Acdz w/ 1000 gal NE Fe 15% HCl acid.  Acdz w/ 1000 gal NE Fe 15% HCl acid.  Fract w/ 100K# sand & 78380 gal fluid.  Acdz w/ 1000 gal NE Fe 15% HCl acid.  Acdz w/ 1000 gal NE Fe 15% HCl acid.  Acdz w/ 1000 gal NE Fe 15% HCl acid.  Acdz w/ 1000 gal NE Fe 15% HCl acid.  Acdz w/ 1000 gal NE Fe 15% HCl acid.  Acdz w/ 1000 gal NE Fe 15% HCl acid.  Acdz w/ 1000 gal NE Fe 15% HCl acid.  Acdz w/ 1000 gal NE Fe 15% HCl acid.  Acdz w/ 1000 gal NE Fe 15% HCl acid.  Acdz w/ 1000 gal NE Fe 15% HCl acid.  Acdz w/ 1000 gal NE Fe 15% HCl acid.  Acdz w/ 1000 gal NE Fe 15% HCl acid.  Acdz w/ 1000 gal NE Fe 7 1/2% HCl acid.  Acdz w/	D	epth Inter		- Comon						mount a	nd Type of M	laterial				iecen
Production - Interval A  te First Date Date Tested Production BBL MCF BBL Corr. API Gas/Oil Ratio  Production - Interval A  te First Fest Date Date Tested Production BBL MCF BBL Corr. API Gas/Oil Ratio  Production - Interval BBL MCF BBL Gas/Oil Ratio  Production - Interval BBL MCF BBL Gas/Oil Ratio  Production - Interval BBL MCF BBL MCF BBL Gas/Oil Ratio  Production - Interval BBL MCF BBL MCF MCF BBL MCF MCF BBL MCF																
te First oduced Date Tested Production BBL MCF BBL Corr. API Gravity Corr. API Gravity Corr. API Gravity Production Method Pumping    Production - Interval B   Production Date										rac w/	100K# sanc	l & 78.	380 gal f	luid.		APR 0 1 20
te First oduced Date Tested Production BBL MCF BBL Corr. API Gravity Corr. API Gravity Corr. API Gravity Production Method Pumping    Production - Interval B   Production Date	Produc	tion - Inte	erval A													
3/2008 02/24/2008 24	te First	Test	Hours		Oil Oil	o T			Oil Gravi	ty		P	roduction N	1cthod		UDDO
Producting CEPTED FOR RECOR  Production - Interval B  In the state of	3/2008 0		ŀ	Tiode			1		Corr. AP	I	Gravity	- 1				
re First Control Contr	e i	Flwg					1				Well Statu		Producine			
thiced Date Tested Production BBL MCF BBL Corr. API Gas Gravity Corr. API Gas Gravity Production Method MAR - 2 0 2008    The Press   Csg   24 Hr   Oil   Gas   Water   BBL   Ratio   Well Status	. Produc		erval B							· · · · · ·			A	CCE	PTED I	FOR RECOR
Oke The Press Csg Press Press Rate BBL Gas MCF BBL Ratio  MAR - 2 0 2008									Oil Gravit Corr. API	у		Pr	oduction N	lethod		
Fling Press Rate BBL MCF BBL Ratio	ioke .	The Proce	Cea	24.11-	<b>&gt;</b>		Con								MAR -2	0 2008
JERRY FANT	e //	Hwg						aicr BL			Well Status					
			nd space	s for add	itional dai	a on pa	1 (age 2)	v						PETE	JERRY	FANT

28b. Prode	uction - Inte	erval C								
Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr API	Gas Gravity	Production Method	
Choke Size	Tbg Press Flwg SI	Csg. Press	24 Hr Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status		
	uction - Int	erval D								
Date First Produced	Test Date	Hours Fested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method	
Choke Size	Thg Press. Flwg SI	C\g Press	24 Hr Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status		
29. Disp		Gas (Sold, 1	ised for fuel,	vented, et	c)					
		ous Zones	(Include Aq	ufarc):						
Show tests,	all import	ant zones	of noroeity	and contan	ts thereof: , time tool of	Cored interva- ben, flowing :	als and all drill-sten and shut-in pressure		ion (Lug) Markers	
Form	ation	Тор	Bottom		Descr	iptions, Cont	ents, etc		Name	Top Meas. Depth
32. Addītio	onal remark	s (include	plugging pro	cedure):						CYBERT CETTION BILLIAND SHORE
33. Indicate	which itme	es have be	en attached b	v nlacing	a check in th	e appropriate	house			
Elec	trical/Mech	anical Log	s (1 full set i g and cement	eg'd.)	Geo	logic Report Analysis	DST Report	Directional	Survey	
34 I hereby	certify that	t the forego	oing and atta	ched inforr	nation is con	nplete and co	rect as determined f	from all availabl	e records (see attached instruction	ons)*
Name (	lease print)	Diana J	Briggs	)——-			Title Produc	tion Analyst		
Signatur	e Jl	ard	7	Du	JOD)		Date 03/17/20	008		
Title 18US States any fa	C Section Ilse, fictitio	1001 and us or frau	Title 43 U.S dulent states	.C Section	n 1212, make epresentatio	ert a crime fo	or any person know matter within its ju	ingly and willful urisdiction.	ly to make to any department of	or agency of the United

# REFERENCE SHEET FOR UNDESIGNATED WELLS

22 Placed in Pool

	Fm	Pm	Ν	Рс
17-21 W	XX	ХX		хx

	1. Date. <b>4/16</b>	/2008
paragraph	2. Type of Well:	
paragraph	Oil: XX Gas	***************************************
	To as a set of	
	,	
4 Operator	API NUMBER	
MARBOB ENERGY CORP	30 - 025 - 38421	
5 Address of Operator PO BOX 227		***********
ARTESIA NM 88211	<del></del>	
6 Lease name or Unit Agreement Name	7 Well Number	
FALCON FEDERAL	# - <b>1</b>	
8 Well Location		
Unit Letter E 1650 feet from the N line and 6	60 feet from the W line	
Section 9 Township 19S Range 3	<u></u>	
9 Completion Date \$11 Perfs	Top ; Bottom ***	TD
2/22/2008		850
		BTD
BONE SPRING		400
13 C-123 Filed Date ; 15 Name of Pool Requested or tempe		**********
Y N XX	* *************************************	450
16 Remarks	41	400
EXTEND		************
TO BE COMPLETED BY DISTRICT GEOLOGIST		
17 Action taken 18 Pool Name	Pool ID nu	ım
EXTEND LUSK; BONE SPRING, NORTH	***************************************	450
T 19 S, R 32 E		
SEC 8: NE/4		
SEC 9: NW/4		
,		
19 Advertised for HEARING	20 Case Number	
21 Name of pool for which was advertised		
LUSK;BONE SPRING, NORTH	Pool ID nu	<sup>ım</sup> 450
	41	マンひ

By order number

R-

### State of New Mexico

DISTRICT I 1625 N. FRENCH DR., HOBBS, NM 88240

Energy, Minerals and Natural Resources Department

Revised October 12, 2005

Form C-102

#### Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

#### DISTRICT II 1301 W. GRAND AVENUE, ARTESIA, NM 88210

DISTRICT IV

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

### OIL CONSERVATION DIVISION 1220 SOUTH ST. FRANCIS DR. Santa Fe. New Mexico 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT C AMENDED REPORT

1220 S. ST. FRANCIS DR., SANTA FE, NM	B7505		
API Number	Pool Code	Pool Name	
30-025-38421	41450	Lus & BONE SPRING Nort	ih
Property Code	Prope	ty Name JAN 0 5 2007 Well Number	
36522	FALCON	FEDERAL 1	
OGRID No.	· · · · · · · · · · · · · · · · · · ·	or Name Elevation	
14049	MARBOB ENERG	SY CORPORATION 3643'	

#### Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	ĺ
E	9	19-S	32-E		1650	NORTH	660	WEST	LEA	ĺ

#### Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township Range		Lot Idn	Feet from the	North/South line Feet from t		East/West line	County
Dedicated Acres   Joint or Infill   Consolidation			onsolidation (	Code Or	der No.				
160									

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED

