

Office

June 19, 2008

District I

Energy, Minerals and Natural Resources

1625 N French Dr., Hobbs, NM 88240

District II

1301 W Grand Ave., Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S St Francis Dr., Santa Fe, NM 87505

87505

RECEIVED

OCT 23 2009

HOBBSD

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-025-38866

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

Lear State

8. Well Number

2

9. OGRID Number

14049

10. Pool name or Wildcat

Lusk; Bone Spring, North

SUNDRY NOTICES AND REPORTS ON WELLS

(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS)

1. Type of Well: Oil Well ☒ Gas Well ☐ Other

2. Name of Operator

Marbob Energy Corporation

3. Address of Operator

PO Box 227, Artesia, NM 88211-0227

4. Well Location

Unit Letter N : 500 feet from the South line and 1650 feet from the West lineSection 32 Township 18S Range 32E NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

3677' GR

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 PLANS ☐PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐DOWNHOLE COMMINGLE ☐OTHER ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐COMMENCE DRILLING OPNS. ☐ P AND A ☐CASING/CEMENT JOB ☐OTHER: Completion Operations ☒

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

9/29/09 MIRU WSU.

9/30/09 Tag DVT and drill out. Circulate clean.

10/1/09 Clean down to 11128' (PBSD) and circulate.

10/2/09 Perforated Bone Spring 10414', 10578', 10741', 10936' & 11100' (30). Acdz w/1500 gal 7 1/2% NEFE.

10/7/09 Frac 10414-11100' w/402875# Premium White sand & 411299 gal fluid. Set frac plug @ 10300'. Perforated Bone Spring 9500', 9675', 9850', 10025' & 10200' (30). Acdz w/1500 gal 7 1/2% NEFE. Frac w/322883# Premium White sand & 249728 gal fluid.

10/10/09 Cleaned out sand to plug @ 10300'. Drilled out plug. Circulate clean.

10/13/09 Ran 281 jts 2 7/8" J-55 tbg to 8866'. Hang well on pump. RDMO WSU.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE

TITLE: Production Assistant

DATE: October 21, 2009

Type or print name: Stormi Davis

E-mail address: sdavis@marbob.com

PHONE: (575) 748-3303

For State Use Only

APPROVED BY:

TITLE

PETROLEUM ENGINEER

DATE

DEC 07 2009

Conditions of Approval (if any):