

Submit 3 Copies To Appropriate District  
Office  
District I  
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

State of New Mexico  
Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-103  
Revised May 08, 2003

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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.)		WELL API NO. 30-025-36157
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator MARBOB ENERGY CORPORATION		6. State Oil & Gas Lease No. E-9721
3. Address of Operator PO BOX 227, ARTESIA, NM 88211-0227		7. Lease Name or Unit Agreement Name MAGNUM PRONTO STATE COM
4. Well Location Unit Letter <u>D</u> : <u>990</u> feet from the <u>NORTH</u> line and <u>990</u> feet from the <u>WEST</u> line Section <u>32</u> Township <u>19S</u> Range <u>32E</u> NMPM County <u>LEA</u>		8. Well Number 1
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3540' GL		9. OGRID Number 14049
		10. Pool name or Wildcat LUSK; BONE SPRINGS, SOUTH

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data	
<b>NOTICE OF INTENTION TO:</b> PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/> OTHER: <input type="checkbox"/>	<b>SUBSEQUENT REPORT OF:</b> REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/> CASING TEST AND CEMENT JOB <input type="checkbox"/> OTHER: RECOMPLETION <input checked="" type="checkbox"/>

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.

RECOMPLETED IN THE BONE SPRINGS SAND AS FOLLOWS:

12/18/03 - SET CIBP @ 12150'. PERF @ 11296'-11338' (20 SHOTS). DUMP BAILED  
CMT ON TOP OF CIBP.  
12/19/03 - ACIDIZE PERFS @ 11296'-11338' W/ 3000 GAL 15% NEFE ACID. SWAB.  
12/23/03 - SET CIBP @ 11250'. PERF 2ND BONE SPRINGS SAND @ 9250'-9278'  
(10 SHOTS). DUMP BAIL OF CMT ON CIBP.  
12/26/03 - ACIDIZE W/ 1000 GAL 7½% NEFE ACID. SWAB.  
12/30/03 - FRAC 2ND BONE SPRINGS SAND @ 9250'-9278' W/ 34230 GAL LINK GEL  
WATER, 8000 GAL KCL WATER FOR FLUSH, 1000,000# 16/30 WHITE SAND.  
AIR - 31.7 BPM, AIP - 3450, ISDP - 2493.

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

SIGNATURE Diana J. Cannon TITLE PRODUCTION ANALYST DATE 1/8/04

Type or print name DIANA J. CANNON Telephone No. (505) 748-3303

(This space for State use)

APPROVED BY [Signature] TITLE PETROLEUM ENGINEER DATE JAN 21 2004

Conditions of approval, if any:

2A Lusk Morrow