

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OCD Hobbs

FORM APPROVED  
OMB No. 1004-0137  
Expires: July 31, 2010

**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.**

<b>SUBMIT IN TRIPLICATE – Other instructions on page 2.</b>		7. If Unit of CA/Agreement, Name and/or No.
1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/>	8. Well Name and No. FEDERAL USA J & I	
2. Name of Operator Marbob Energy Corporation	9. API Well No. 30-025-20367 - 30-025-20813	
3a. Address P.O. Box 227, Artesia, NM 88211-0227	3b. Phone No. (include area code) 575-748-3303	10. Field and Pool or Exploratory Area LUSK DELAWARE, WEST - LUSK STRAWN
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 990 FSL, 660 FEL, SECTION., 30., T19S., R32E., UNIT P 660 FNL, 660 FEL, SECTION., 31., T19S., R32E., UNIT A		11. Country or Parish, State LEA CO., NM

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other Site Facility Diagram
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> 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 recompleat 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 must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

Enclosed please find an original and one copy of the current Site Facility Diagram for the above referenced lease.

RECEIVED

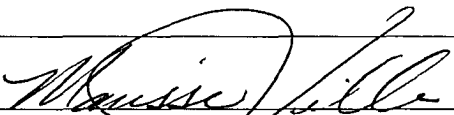
FEB 22 2010

HOBBSOCD

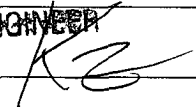
ACCEPTED FOR RECORD

FEB 20 2010

BUREAU OF LAND MANAGEMENT  
CARLSBAD FIELD OFFICE

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Marissa Villa		Title Production Three
Signature 		Date 02/08/2010

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by	PETROLEUM ENGINEER 	Date FEB 24 2010
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

Marbob Energy Corporation  
2208 West Main Street  
Artesia, New Mexico

**PRODUCTION PHASE**

Open: X-1, X-3, X-4  
Closed: X-3

**SALES PHASE**

Open: X-3  
Closed: X-1, X-2, X-4

Accepted for Record Purposes.  
Approval Subject to Onsite Inspection.

Date: 2-20-10  
J. Amos

**SITE FACILITY DIAGRAM**

**Federal USA J & I**

Unit P-Section 30, T19S, R32E

990 FNL, 660 FEL

Lea County, New Mexico

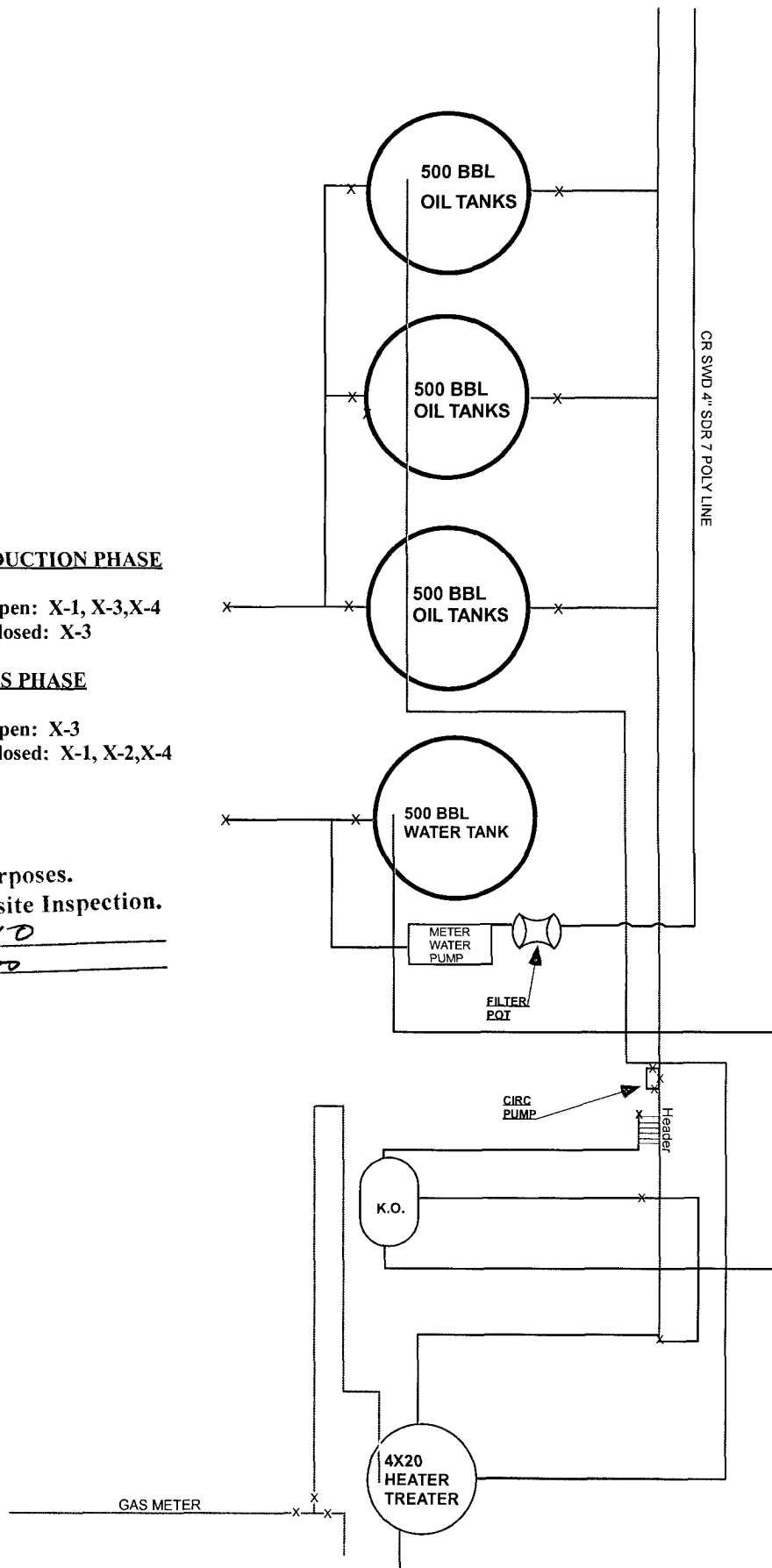
NMNM59045 API:30-025-20367

Unit A- Section 31, T19S, R32E

660 FNL 660 FEL

Lea County, New Mexico

NMNM58935 API:30-025-20813



MARBOB ENERGY CORPORATION  
FEDERAL USA J & I  
990 FNL 660 FEL  
660 FNL 660 FEL  
SEC 30-T19S-R32E, UNIT P  
SEC 31-T19S-R32E, UNIT A  
LEA CO., NM

Site Security Plan

1. Marbob Energy Corporation periodically measures all production volumes to make sure the lease is in compliance with the site security requirements. We monitor the lease, and document our findings on gauge sheets, run tickets and seal records.
2. Marbob pumpers are required to keep seal records to monitor the removal of production by recording the date and seal number on a seal report every time a seal has been replaced. It is also the pumper's responsibility to check the accuracy of all run tickets that are made for this facility.
3. In the instance of theft or mishandling of oil, Marbob will report the incident to the BLM by the next business day. The transporter will also be notified of the incident.
4. Marbob can ensure that there are no by-pass meters due to the inspections done by the pumper and production foreman.
5. Leases, com agreements, unit agreements & specific facilities related to this unit will be provided with the site facility diagram.
6. The site facility diagram & all other required documentation has been sent to the BLM. Copies of all documentation can also be found in Marbob's well & lease files.