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Form 3160-5

(August, 2007)

JUL 02 2010

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED

OMB No 1004-0137

Expires July 31, 2010

HOBBSOCD

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.

SUBMIT IN TRIPLICATE - Other Instructions on page 2.

1 Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5 Lease Serial No NMNM92771
2 Name of Operator Marbob Energy Corporation		6 If Indian, Allottee, or Tribe Name
3a Address PO Box 227 Artesia, NM 88211-0227	3b Phone No (include area code) (575) 748-3303	7 If Unit or CA Agreement Name and/or No. NMNM119215
4 Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980 FSL 1980 FEL, Sec. 8-T19S-R32E, Unit J		8 Well Name and No. Cirrus Federal Com #1
		9 API Well No 30-025-38420
		10 Field and Pool, or Exploratory Area Lusk; Strawn
		11 County or Parish, State Lea Co., NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 type="checkbox"/> Subsequent Report	<input type="checkbox"/> Altering 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 checked="" type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input checked="" 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 recomplate horizontally, give subsurface locations and measured and true vertical depths or pertinent markers and sands. Attach the Bond under which the work will be performed or provide the Bond No. on file with the 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 recomplate in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notice 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.)

Marbob Energy Corporation proposes to perforate, acidize, test and frac the following Penn zones:

Set CIBP + 35' cmt @ 11550' to abandon the Strawn zone.

Penn 1	11190' - 11335' (50 shots)	2850 gal NE Fe 15% HCl	frac w/ 340,000# proppant
Penn 2	10943' - 11082' (50 shots)		frac w/ 340,000# proppant

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

14 I hereby certify that the foregoing is true and correct

Name (Printed/ Typed) Diana J. Briggs Title Production Manager

Signature [Signature] Date [Blank]

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by [Signature] Title PETROLEUM ENGINEER Date JUN 29 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.

Title 18 USC Section 1001 AND Title 43 USC Section 1212, make it a crime for any person knowingly to make any statement or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

APPROVED
JUN 29 2010
As/ Dustin Winkler
BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE

JUL 07 2010

COH

Marbob Energy Corporation
NM-92771 – Cirrus Federal Com #1
API: 30-025-38420
Lea County, New Mexico

RE: Plug back and Recomplete NOI – Conditions of Approval

There is to be no surface disturbance beyond the originally approved pad. A closed loop system is to be used. H2S monitoring and protection equipment is to be on site.

5M BOP to be used. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.

An amendment to the Communitization Agreement covering the formations Penn 1 and Penn 2 must be filed for approval with the BLM.

Submit subsequent report with wellbore diagram and completion report once work is completed.

DHW 062310