Subtitit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District 11
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
May 27, 2004

WELL API NO. 30-015-34580

5. Indicate Type of Lease STATE ☐ FEE ☐

6. State Oil & Gas Lease No. LC-028775A (FEDERAL)

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.)

7. Lease Name or Unit Agreement Name: RJ Unit

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

8. Well Number 135

2. Name of Operator: COG Operating LLC

9. OGRID Number: 229137

3. Address of Operator: 550 W. Texas, Suite 1300 Midland, TX 79701

10. Pool name or Wildcat: Grayburg Jackson SR Q G SA

4. Well Location
Unit Letter J 2030 feet from the South line and 2580 feet from the East line
Section 27 Township 17S Range 29E NMPM County Eddy

11. Elevation *(Show whether DR, RKB, RT, GR, etc.)* 3537' GR

Pit or Below-grade Tank Application ☐ **or Closure** ☒
Pit type Drilling **Depth Groundwater** 110' **Distance from nearest fresh water well** 1000' **Distance from nearest surface water** 1000'
Pit Liner Thickness: 12 mil **Below-Grade Tank: Volume** 3000 **bbls; Construction Material**

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK ☐	PLUG AND ABANDON ☐	REMEDIAL WORK ☐	ALTERING CASING ☐
TEMPORARILY ABANDON ☐	CHANGE PLANS ☐	COMMENCE DRILLING OPNS. ☐	P AND A ☐
PULL OR ALTER CASING ☐	MULTIPLE COMPL ☐	CASING/CEMENT JOB ☐	
OTHER: Pit Closure	☒	OTHER:	☐

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.

Mack Energy Corporation proposes to close Drilling pit as follows:

1. Remove fluids from pit.
2. A Deep Trench pit will be constructed next to the existing reserve pit and lined with a 12 mil liner, the contents will be encapsulated in this pit and liner will be folded over the mud and cuttings.
3. Cover liner with 20 mil liner with excess of 3' on all sides as per option IV.B.3.(b) of the Pit and Below-Grade Tank Guidelines..
4. Cover with a minimum 3' of native soil.
5. Contour pit to prevent erosion and ponding of rainwater.

RECEIVED
MAY 1 2 2006
WWW-WITEOW

I hereby certify that the information above is true and complete to the best of my knowledge and belief. **I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☒, a general permit ☐ or an (attached) alternative OCD-approved plan ☐**

SIGNATURE Jerry W. Sherrell TITLE Production Clerk DATE 5/11/2006

Type or print name Jerry W. Sherrell E-mail address: DKuykendall@conchoresources.com Telephone No. (432) 685-4372

For State Use Only

APPROVED BY: _____ TITLE _____ DATE MAY 1 2 2006

Conditions of Approval (if any):