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 S. St Francis Dr.
Santa Fe, NM 87505

Form C-101

APPLICATION FOR PERMIT TO DRILL

Mack Energy C	Operator Name and Address Mack Energy Corportation				
PO Box 960 Artesia, NM 8	••				
Property Code 24229	Property Name MIMOSA STATE	Well No. 003			

Surface Location

UL or Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
K	30	17S	29E		2160	S	1919	W	Eddy

Proposed Pools

EMPIRE; YESO 96210

Work Type	Well Type	Cable/Rotary	Lease Type	Ground Level Elevation
New Well	Oil		State	3655
Multiple	Proposed Depth	Formation	Contractor	Spud Date
N	4350	Yeso Formation		9/25/2003

Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	48	300	150	0
Int1	12.25	8.625	24	800	450	0
Prod	7.875	5.5	17	4350	950	0

Casing/Cement Program: Additional Comments

Mack Energy proposes to drill to 150, run 13 3/8 casing and cement. Drill to 800, run 8 5/8 casing and cement. Drill to 4350 test Yeso zone, run 5 1/2 casing and cement. Put well on production. Note: On production string a fluid caliper will be run, will figure cement with 25% excess, attempt to circulate.

Proposed Blowout Prevention Program

:	Туре	Working Pressure	Test Pressure	Manufacturer	
:	Double Ram	2000	2000		

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

Electronically Signed By: Jerry Sherrell

Title: Production Clerk

Date: 9/17/2003

Phone: 505-748-1288

OIL CONSERVATION DIVISION

Electronically Approved By: Bryan Arrant

Title: Geologist

Approval Date: 9/18/2003 Expiration Date: 9/18/2004

Conditions of Approval:

There are conditions. See Attached.

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State of New Mexico Energy, Minerals and Natural Resources

Form C-102

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-15-33006	Pool Name EMPIRE; YESO	
Property Code 24229	Property Name MIMOSA STATE	Well No. 003
OGRID No. 13837	Operator Name Mack Energy Corportation	Elevation 3655

Surface And Bottom Hole Location

 UL or Lot K	Section 30	Township 17S	Range 29E	Lot Idn	Feet From 2160	N/S Line S	Feet From 1919	E/W Line W	County Eddy
Dedicate	ed Acres	Joint or	Infill	Consoli	dation Code		Order N	lo.	or his controlled brown and finding to the stress finding of controlled by the stress of the stress

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			MORRISON (M. 1922), AND STATE OF THE STATE O

OPERATOR CERTIFICATION

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

Electronically Signed By: Jerry Sherrell

Title: Production Clerk

Date: 9/17/2003

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Electronically Signed By: Gary Eidson

Date of Survey: 9/13/2003 Certificate Number: 12641

APD Comments

Operator: 13837 Mack Energy Corportation

Well: MIMOSA STATE 003

User Name	Comment	Comment Date
JWSHERRELL	Concentration of H2S from the Yeso wells on this lease are low enough, that a contengency plan is not needed.	9/17/2003

APD Conditions Of Approval

Operator: 13837 Mack Energy Corportation

Well: MIMOSA STATE 003

OCD Reviewer	Condition	
BARRANT	Please note change in suface casing in order to protect what ground water may be present.	