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-

APPLICATION FOR PERMIT TO DRILL

MACK ENERGY O	Operator Name and Address	OGRID Number 13837		
PO Box 960 Artesia, NM 8821	O Box 960 Artesia, NM 88211-0960			
Property Code 33009	Property Name RED LAKE SAND UNIT	Well No. 042		

Surface Location

UL or Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County	1
 D	28	17S	28E	D	330	N	990	W	Eddy	

Proposed Pools

RED LAKE; QUEEN-GRAYBURG-SA 51300

Work Type New Wel		Vell Type OIL	Cable/Rotary	Lease Type State	Ground Level Elevation 3608
Multiple	Pro	posed Depth	Formation	Contractor	Spud Date
N	40.	2100	Grayburg		01/25/2004

Proposed Casing and Cement Program

***************************************	Туре	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
ľ	Surf	12.25	8.625	24	350	350	0
ſ	Prod	7.875	4.5	10.5	2100	800	0

Casing/Cement Program: Additional Comments

Mack Energy proposes to drill to 350, run 8 5/8 casing and cement. drill to 2100 test Grayburg zone, run 4 1/2 casing and cement. Put well on production. Note: On production string a fluid caliper will be run and will figure cement with 25% excess, attempt to circulate.

Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Manufacturer
Double Ram	2000	2000	

APD Form Page 2 of 2

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

Title: Production Clerk

Date: 01/21/2004 Phone: 505-748-1288

OIL CONSERVATION DIVISION

Electronically Approved By: Bryan Arrant

Title: Geologist

Approval Date: 01/26/2004 Expiration Date: 01/26/2005

Conditions of Approval:

There are conditions. See Attached.

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Form C-

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-015-33189	Pool Name RED LAKE;QUEEN-GRAYBURG-SA	Pool Code 51300
Property Code 33009	Property Name RED LAKE SAND UNIT	Well No. 042
OGRID No. 13837	Operator Name MACK ENERGY CORP	Elevation 3608

Surface And Bottom Hole Location

UL or Lot D	Section 28	Township 17S	Range 28E	Lot Idn D	Feet From 330	N/S Line N	Feet From 990	E/W Line W	County Eddy
Dedicat	ted Acres	Joint or	Infill	Consoli	dation Code		Order	No.	9
4					S				

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: 01/21/2004

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.

Surveyed By: Gary Eidson Date of Survey: 01/05/2004 Certificate Number: 12641

Permit Comments

Operator: MACK ENERGY CORP, 13837
Well: RED LAKE SAND UNIT #042

User Name	Comment	Comment Date	
JWSHEKKELL	The H2S concentrations of wells within this Unit from surface to TD are low enough that a contingency plan is not required.	1/21/2004	1 1 1

Permit Conditions Of Approval

Operator: MACK ENERGY CORP, 13837 Well: **RED LAKE SAND UNIT #042**

 OCD Reviewer	Condition	
BARRANT	Operator to set surface casing @ 380 feet or 25 feet below last report fresh water zones. Refer to offset well data for more information.	