District I

1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410

Phone:(505) 334-6178 Fax:(505) 334-6170 <u>District IV</u>

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico

Energy, Minerals and Natural Resources

August 1, 2011

Form C-101

Permit 158076

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

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

1. Operato MACK	2. OGRID Number 13837	
	O Box 960 ia, NM 88211	3. API Number 30-025-40865
4. Property Code	5. Property Name	6. Wett No.
39545	001	

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
C	10	198	36E	C	990	N	2310	W	LEA

8. Proposed Bottom Hole Location

100									
UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
C	10	19S	36E	С	990	N	2310	W	Lea

9. Pool Information

WILDCAT G-04 \$193610:BONE SPRING 9

Additional Well Information

11. Work Type New Well	12. Well Type OIL	13. Cable/Rotary	14. Lease Type State	15. Ground Level Elevation 3787	
16. Multiple N	17. Proposed Depth	18. Formation Bone Spring	19. Contractor	20. Spud Date 12/1/2012	
Depth to Ground	water	Distance from nearest fresh water	r well	Distance to nearest surface water	

21. Proposed Casing and Cement Program

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	8.625	24	1700	875	0
Prod	7.875	5.5	17	10000	1400	0

Casing/Cement Program: Additional Comments

Mack Energy proposes to drill a 12 1/4" hole to 1700', run 8 5/8" casing and cement to surface. Drill a 7 7/8" hole to 10000', run 5 1/2" casing and cement to surface. Put well on production.

22. Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Manufacturer
DoubleRam	3000	3000	

best of my knowledge and belief.	n given above is true and complete to the	OIL CONSERVATION DIVISION					
I further certify I have complied wi 19.15.14.9 (B) NMAC ⊠, if applica	th 19.15.14.9 (A) NMAC and/or ble.	Approved By: ELIDIO GONZALES					
Signature:							
Printed Name: Electronically fil	ed by Jerry Sherrell	Title: HOBBS STAFF MANAGER					
Title: Production Clerk		Approved Date: 11/19/2012	Expiration Date: 11/19/2014				
Email Address: jerrys@mec.com	n						
Date: 11/15/2012	Phone: 505-748-1288	Conditions of Approval Attached					

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District IV 1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462 State of New Mexico

Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505 Form C-102 August 1, 2011

Permit 158076

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-025-40865	2. Pool Code 97875	WILDCAT G	3. Pool Name -04 S193610;BONE SPRING	
4. Property Code 39545	5. Property Name ALABAMA STATE		6. Well No. 001	
7. OGRID No. 13837	8. Operator Name MACK ENERGY CORP		9. Elevation 3787	

10. Surface Location

τ	JL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
1	C	10	198	36E		990	N	2310	W	LEA

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot	Idn	Feet From	N/S Lin	ne	Feet From	E/W Line	County
0.000	cated Acres	13	Joint or Infill		14	. Consolidation (Code			15. Order No.	

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

0	

OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

E-Signed By: Jerry Sherrell Title: Production Clerk Date: 11/15/2012

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: Filimon Jaramillo Date of Survey: 11/1/2012 Certificate Number: 12797

Permit Comments

Operator: MACK ENERGY CORP , 13837 Well: ALABAMA STATE #001

API: 30-025-40865

Created By	Comment	Comment Date
JWSHERRELL	H2 S concentrations of wells in this area from surface to TD are low enough that a contingency plan is not required.	11/14/2012

Permit Conditions of Approval

Operator: MACK ENERGY CORP , 13837 Well: ALABAMA STATE #001

API: 30-025-40865

OCD Reviewer	Condition	
CHERRERA	Pit construction and closure must satisfy all requirements of your approved plan, O.C.D. Rule 19.15.2.50, and the Pit and Below-Grade Tank Guidelines	
CHERRERA	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string	
CHERRERA	Spacing rule violation. Operator must follow up with Change of Status notification on other well to be shi in or abandoned	