

Submittal 3 Copies To Appropriate District Office
 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

Form C-103
 May 27, 2004

OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

WELL API NO.
 30-025-37588

5. Indicate Type of Lease
 STATE FEE

6. State Oil & Gas Lease No.
 VB-683

7. Lease Name or Unit Agreement Name
 Drum State

8. Well Number 1

9. OGRID Number
 013837

10. Pool name or Wildcat
 Hume; Grayburg West

Pit or Below-grade Tank Application or Closure

Pit type Drilling Depth Groundwater 120 Distance from nearest fresh water well 1000 Distance from nearest surface water 1000

Pit Liner Thickness: 12 mil Below-Grade Tank: Volume _____ bb1s; Construction Material _____

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.)

1. Type of Well: Oil Well Gas Well Other

2. Name of Operator
 Mack Energy Corporation

3. Address of Operator
 P. O. Box 960 Artesia, NM 88211-0960

4. Well Location
 Unit Letter F 1650 feet from the North line and 1650 feet from the West line
 Section 16 Township 16S Range 33E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
 4235' GR

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

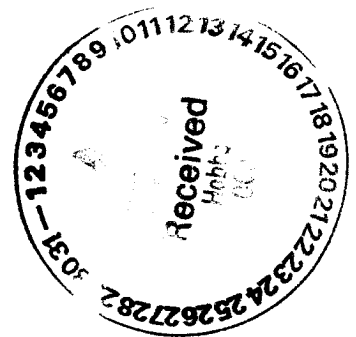
NOTICE OF INTENTION TO:
 PERFORM REMEDIAL WORK PLUG AND ABANDON
 TEMPORARILY ABANDON CHANGE PLANS
 PULL OR ALTER CASING MULTIPLE COMPL
 OTHER: _____

SUBSEQUENT REPORT OF:
 REMEDIAL WORK ALTERING CASING
 COMMENCE DRILLING OPNS. P AND A
 CASING/CEMENT JOB
 OTHER: Pit Closure

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.

On September 29, 2006 Allstate Environmental Services started closure procedures. Closure of the pits was completed October 18, 2006.

Attachments:
 Diagram of well site and pit location



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 11/2/06

Type or print name Jerry W. Sherrell E-mail address: jerrys@mackenergycorp.com Telephone No. (505)748-1288
 For State Use Only FIELD REPRESENTATIVE / STAFF MANAGER

APPROVED BY: Gary W. Wank TITLE _____ DATE NOV 06 2006
 Conditions of Approval (if any): _____

Mack Energy Drum State #1

