District I 1825 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 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-101 August 1, 2011

Permit 177407

APPLI	APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE					
Operator Name and Address MACK ENERGY CORP		2. OGRID Number 13837				
PO Box 960 Artesia, NM 88211		3. API Number 30-025-41499				
4. Property Code	5. Property Name	6. Well No.				
40248	Deep Jack	001				
7. Surface Location						

_	7. Surface Ecountri									
ſ	UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
-	L	17	18S	35E	100/161	2310	S	990	W	Lea
	8. Proposed Bottom Hole Location									
-	UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
L	L	17	18S	35E	L	2310	S	990	W	Lea

WC-025 G-06 S183518A;E	BONE SPRING			97930	
		Additional Well Infor	mation		
11. Work Type New Well	12. Well Type OIL	13. Cable/Rotary	14. Lease Type State	15. Ground Level Elevation 3953	
16. Multiple N	17. Proposed Depth 9800	18. Formation Bone Spring	19. Contractor	20. Spud Date 12/15/2013	
Depth to Ground water	*****	Distance from nearest fresh water we	II.	Distance to nearest surface water	

9. Pool Information

☑ We will be using a closed-loop system in lieu of lined pits

200	21. Proposed Casing and Cement Program								
Тур	e Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sads of Cement	Estimated TOC			
Su	f 12.25	8.625	32	1800	900	0			
Pro	d 7.875	5.5	17	9800	1250	0			

Casing/Cement Program: Additional Comments Mack Energy proposes to drill a 12 1/4" hole to 1800', run 8 5/8" casing and cement to surface. Drill a 7 7/8" hole to 9800', run 5 1/2" casing and cement to surface. Put well on production.

22. Proposed Blowout Prevention Program Type Working Pressure Test Pressure Manufacturer Double Ram 3000 3000

23. I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify I have complied with 19.15.14.9 (A) NMAC □ and/or 19.15.14.9 (B) NMAC ☒, if applicable.				OIL CONSERVAT	ON DIVISION
Signature:					
Printed Name:	Electronically filed by Jerry Sherre	II	Approved By:	Paul Kautz	
Title:	Production Clerk		Title:	Geologist	
Email Address:	jerrys@mec.com		Approved Date:	11/21/2013	Expiration Date: 11/21/2015
Date:	11/19/2013	Phone: 505-748-1288	Conditions of App	roval Attached	

District IV

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

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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 177407

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-025-41499	2. Pool Code 97930	3. Pool Name WC-025 G-06 S183518A;BONE SPRING
4. Property Code 40248	5. Property Name Deep Jack	6. Well No. 001
7. OGRID No. 13837	8. Operator Name MACK ENERGY CORP	9. Elevation 3953

10. Surface Location

UL	Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
	L	17	188	35E		2310	S	990	W	Lea

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
12. Dedicated Acres			13. Joint or Infill		14. Consolidation C	ode		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

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: 11/19/2013
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: 10/24/2013
Certificate Number: 12797

Form APD Comments

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-8161 Fax:(575) 393-0720

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State of New Mexico **Energy, Minerals and Natural Resources** Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

Permit 177407

PERMIT COMMENTS

Operator Name and Address:	API Number:
MACK ENERGY CORP [13837]	30-025-41499
PO Box 960	Well:
Artesia, NM 88211	Deep Jack #001

Created By	Comment	Comment Date
JWSHERRELL	H2S concentrations of wells in this area from surface to TD are low enough that a contingency plan is not required.	11/19/2013
pkautz	Land s/S	11/21/2013

Form APD Conditions

District I 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-8161 Fax:(575) 393-0720

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Permit 177407

PERMIT CONDITIONS OF APPROVAL

State of New Mexico

Energy, Minerals and Natural Resources

Operator Name and Address:	API Number:
MACK ENERGY CORP [13837]	30-025-41499
PO Box 960	Well:
Artesia, NM 88211	Deep Jack #001

OCD Reviewer	Condition
pkautz	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
pkautz	Surface casing must be set 25' below top of Rustler Anhydrite in order to seal off protectable water.