

Submit 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  
 June 19, 2008

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

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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		WELL API NO. Multiple
2. Name of Operator Mack Energy Corporation		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
3. Address of Operator P.O. Box 960 Artesia, NM 88210		6. State Oil & Gas Lease No. E-1774
4. Well Location Unit Letter <u>K</u> <u>1840</u> feet from the <u>South</u> line and <u>2120</u> feet from the <u>West</u> line Section <u>3</u> Township <u>17S</u> Range <u>34E</u> NMPM County <u>Lea</u>		7. Lease Name or Unit Agreement Name Miller BW State
11. Elevation (Show whether DR, RKB, RT, GP etc.) 4064' GL		8. Well Number <u>2&amp;3</u> 9. OGRID Number <u>013837</u> 10. Pool Name or Wildcat Vacuum;Grayburg SA/Vacuum:Abo, North

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

PC-1258

<b>NOTICE OF INTENTION TO:</b> PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/>		<b>SUBSEQUENT REPORT OF:</b> REMEDIALWORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: Surface Commingle <input checked="" type="checkbox"/>		OTHER: <input type="checkbox"/>	

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 re-completion.

Mack Energy Corporation as operator respectfully requests administrative approval to surface commingle and measurement of production. It is requested that surface commingling of Vacuum;Grayburg-San Andres and Vacuum;Abo, North pools be approved for the following lease: Miller BW State (E-1774) Sec. 3, T17S, R34E

The tank battery is located in the NE/4 SW/4, Sec. 3 T17S R34E. Proper allocation for production will be measured using periodic well tests. Mack Energy has made notification to all parties owning an interest in this lease, including the oil purchaser, of the intent to commingle. Interests in all pools on this lease are common.

Mack Energy is currently producing the Miller BW State #2 in the Abo formation and intends to complete the #3 in the Grayburg-San Andres Formation. At this time we are requesting approval to add the Grayburg-San Andres to this production.

*Recommended for approval*  
*David K. Booth*  
*Examines*  
 7-29-13

Spud Date:  Rig Release Date:

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

SIGNATURE Jerry W. Sherrell TITLE Production Clerk DATE 6/12/13

Type or print name Jerry W. Sherrell E-mail address: jerrys@mec.com PHONE: (575)748-1288

**For State Use Only**

APPROVED BY: [Signature] TITLE Director DATE 7/30/13  
 Conditions of Approval (if any):