

State of New Mexico

DISTRICT I  
1025 N. FRANCH DR., HOBBS, NM 88240

Energy, Minerals and Natural Resources Department

Form C-102  
Revised JUNE 10, 2003  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

DISTRICT II  
1301 W. GRAND AVENUE, ARTESIA, NM 88210

OIL CONSERVATION DIVISION  
1220 SOUTH ST. FRANCIS DR.  
Santa Fe, New Mexico 87505

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

DISTRICT IV  
1220 S. ST. FRANCIS DR., SANTA FE, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

AMENDED REPORT

API Number		Pool Code	Pool Name
Property Code	Property Name B. LEE STATE		Well Number 7
OGRID No.	Operator Name MACK ENERGY CORPORATION		Elevation 3972'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
3	7	18-S	35-E		2310	SOUTH	990	WEST	LEA

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

Dedicated Acres	Joint or Infill	Consolidation Code	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

	<p><b>OPERATOR CERTIFICATION</b></p> <p><i>I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.</i></p> <p>Signature _____</p> <p>Printed Name _____</p> <p>Title _____</p> <p>Date _____</p> <p><b>SURVEYOR CERTIFICATION</b></p> <p><i>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.</i></p> <p>AUGUST 15, 2005</p> <p>Date Surveyed _____ DEL</p> <p>Signature &amp; Seal of <b>GARY EIDSON</b> Professional Surveyor</p> <p><i>Gary Eidson</i> 8/19/05</p> <p>05.11.1235</p> <p>Certificate No. GARY EIDSON 12841</p>
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## MEMO

DATE: October 19, 2007  
TO: NMOCD  
FROM: Ron Lanning  
Land Manager  
Mack Energy Corporation  
SUBJECT: B Lee State Lease  
Lea County, New Mexico

Our B Lee State Lease covers Lots 2, 3 and 4, and the SE/4NW/4 of Section 7, T18S, R35E. We own rights from the surface to the base of the Abo formation in Lot 2 and the SE/4NW/4 less the unitized Grayburg/San Andres (Central Vacuum Unit), and all rights from the surface to the base of the Abo formation in Lots 3 and 4. All working, royalty, and overriding royalty interests are common in these depths.



RWL:

**Jones, William V., EMNRD**

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**From:** Jerry Sherrell [jerrys@mackenergycorp.com]  
**Sent:** Friday, October 19, 2007 3:47 PM  
**To:** Jones, William V., EMNRD  
**Cc:** Ezeanyim, Richard, EMNRD; Brooks, David K., EMNRD; Kautz, Paul, EMNRD  
**Subject:** RE: B Lee State PC  
**Attachments:** B Lee State.pdf

Hey Will,  
Attached is the additional info requested. Hard copy is in the mail.

Paul, I also sent a hard copy to your office.

Thanks,

Jerry W. Sherrell  
Mack Energy Corporation  
Office 505-748-1288  
Cell 505-703-8383  
jerrys@mackenergycorp.com

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**From:** Jones, William V., EMNRD [mailto:William.V.Jones@state.nm.us]  
**Sent:** Thursday, October 18, 2007 3:40 PM  
**To:** Jerry Sherrell  
**Cc:** Ezeanyim, Richard, EMNRD; Brooks, David K., EMNRD; Kautz, Paul, EMNRD  
**Subject:** RE: B Lee State PC

Hey Jerry:  
Congratulations on completing in the Yeso Oil. If this is in the Blinebry, this may be the Undesignated Vacuum; Blinebry Pool. Or Paul may want to change the Vacuum; Blinebry name to include the entire Yeso? You could ask him...

I reviewed the old order and looked at the OCD records of completions within each well.

Send me another Sundry asking to amend PC-1141 to allow for commingling of the NW Reeves; Queen (well #5), the Vacuum; Abo Reef (wells #3, #4), and the Wildcat; Yeso Oil (well #7). In the description section of the form C-103 try to include a table with each well name, API number, and producing formation - put this in an attachment if you want to.

Ask Mr. Lanning to again sign the verification of "identical" ownership (as described in Rule 303B2(b)and(c) ) for this lease (just in case something changed in the past 2 years, better for him to say than us to guess).

Include a schematic showing the lease outline, the active wells spotted on it, and the battery location.

That should do it.

Take Care,

William V. Jones PE  
New Mexico Oil Conservation Division  
1220 South St. Francis  
Santa Fe, NM 87505  
505-476-3448

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10/19/2007

**From:** Jerry Sherrell [mailto:jerrys@mackenergycorp.com]  
**Sent:** Thursday, October 18, 2007 10:15 AM  
**To:** Jones, William V., EMNRD  
**Subject:** B Lee State PC

Hello Will  
We have Drilled the B Lee State #7 well and anticipate completing it in the Yeso formation. There is not a Yeso pool that I find in this area, so I am calling it a Wildcat Yeso. The other wells on the B Lee lease are surface commingled per PC-1141. I am attaching the C-103 that I believe to be all is needed to add the Yeso to this PC. If I am wrong would you please let me know what else is needed, please.

Thanks,

Jerry W. Sherrell  
Mack Energy Corporation  
Office 505-748-1288  
Cell 505-703-8383  
jerrys@mackenergycorp.com

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