

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

Form C-101

APPLICATION FOR PERMIT TO DRILL

Mack Energy C	OGRID Number 13837	
PO Box 960 Artesia, NM 8	3211-0960	API Number 30-15-32844
Property Code 18731	Property Name WILLOW STATE	Well No. 004

Surface Location

UL or Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
P	16	17S	31E		1190	S	330	E	Eddy

Proposed Pools

FREN;PADDOCK 26770

Work Type New Well	Well Type Oil	Cable/Rotary	Lease Type State	Ground Level Elevation 3854
Multiple	Proposed Depth	Formation	Contractor	Spud Date
N	6400	Paddock	000000000000000000000000000000000000000	6/15/2003

Proposed Casing and Cement Program

Туре	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	48	300	350	0
Intl	12.25	8.625	24	1700	800	0
Prod	7.875	5.5	17	6400	1900	0

Casing/Cement Program: Additional Comments

Mack Energy Corporation proposes to drill to 300, run 13 3/8 casing and cement. Drill to 1700, run 8 5/8 casing and cement. Drill to 6400 and test Paddock formation, if commercial will run 5 1/2 casing and cement, put on production. Note: On production string, fluid caliper will be run, will figure cement with 25% excess, attempt to circ cement to surface.

Proposed Blowout Prevention Program

	Туре	Working Pressure	Test Pressure	Manufacturer
e di manana ayan	Double Ram	2000	2000	

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

Electronically Signed By: Jerry Sherrell

Title: Production Clerk

Date: 6/5/2003 Phone: 505-748-1288

OIL CONSERVATION DIVISION

Electronically Approved By: Bryan Arrant

Title: Geologist

Approval Date: 6/19/2003 Expiration Date: 6/19/2004

Conditions of Approval:
There are conditions. See Attached.

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State of New Mexico Energy, Minerals and Natural Resources Form C-102

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-15-32844	Pool Name FREN;PADDOCK	Pool Code 26770
Property Code 18731	Property Name WILLOW STATE	Well No. 004
OGRID No. 13837	Operator Name Mack Energy Corportation	Elevation 3854

Surface And Bottom Hole Location

UL or Lot	Section 16	Township 17S	Range 31E	Lot Idn	Feet From 1190	N/S Line S	Feet From 330	E/W Line E	County Eddy
	Dedicated Acres Joint or Infill 40		Consolidation Code		Order No.				

OPERATOR CERTIFICATION

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

Electronically Signed By: Jerry Sherrell

Title: Production Clerk

Date: 6/5/2003

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.

Electronically Signed By: Ronald Eidson

Date of Survey: 1/24/1997 Certificate Number: 3239

APD Conditions Of Approval

Operator: 13837 Mack Energy Corportation

Well: WILLOW STATE 004

OCD Reviewer	Condition
BARRANT	NSL-3789
BARRANT	Operator to set surface casing in anhydrite section of Rustler. Rustler comes in @ 370-420. Please refer to off-set logs for further information.

OCD Rule 118 Bryan, This is the sheet for the Willow State #4

Pasquill-Gifford Equation for Calculating Radius of Exposure (ROE) of Hydrogen Sulfide (H2S)

Enter H2S in PPM H2S Ingas strains Enter Gas flow in mc/day Willow State Lose Aug>
Enter Gas flow in mcl/day Willow State Losse Aug>
Cónstant tor 500 apam ROE Constant tor 300 parti ROE Constant to 100 parti ROE Constant to 100 parti ROE Múlt factor for 500 parti ROE Múlt factor for 500 parti ROE Múlt factor for 100 parti ROE 1906 8 formula
Flow Rate of Pure H2S-in Gas-Stream (Actual Valume Fraction) 1/2 mot/day. H2S Concentration Volume Fraction 4/2 (0.006 decimal equivalent 1/2 Concentration Volume Fraction) 4/2 (0.00% decimal equivalent 1/2 (0.00% decimal equivalent 1/2 (0.00%) decident
EUD ppm/redrus of exposure (public read) 300 ppm/redrus of exposure 22 lear Answer Answer 100 ppm/redrus of exposure (public area)
Conversions:
Input H2S in % below ppm To convert H2S in percent to parts per million (ppm) Put H2S in % In blue shaded area; read answer to the right

in the yellow shaded area in ppm