Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR

OCT 06 2008

FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31,1993

| Y i | LAND MANAGEMENT OCD-ARTESIA | 5. Lease Designation and Serial No NMNM-97850 | |
|---|--|---|--|
| Do not use this form for proposals to de | s AND REPORTS ON WELLS rill or to deepen or reentry to a different reservoir. DR PERMIT—" for such proposals | 6. If Indian, Allottee or Tribe Name | |
| SUBMI | 7. If Unit or CA, Agreement Designation | | |
| I Type of Well | | | |
| Well Well Other | 8. Well Name and No | | |
| 2. Name of Operator | Southgate Federal #1 | | |
| Mack E | 9. API Well No. | | |
| P.O. Box 960 | 30-015-35203 10. Field and Pool, or Exploratory Area | | |
| 4. Location of Well (Footage, Sec., T. R., M. or Survey De | Wildcat Wolfcamp | | |
| | 11. County or Parish, State | | |
| 735 FNL & 760 | , | | |
| | | Eddy, NM | |
| 12 CHECK APPROPRIATE BOX | (s) TO INDICATE NATURE OF NOTICE, REPOR | RT, OR OTHER DATA | |
| TYPE OF SUBMISSION | TYPE OF ACTION | | |
| Notice of Intent | Abandonment | Change of Plans | |
| | Recompletion | New Construction | |
| Subsequent Report | Plugging Back | Non-Routine Fracturing | |
| | Casing Repair | Water Shut-Off | |
| Final Abandonment Notice | Altering Casing | Conversion to Injection | |
| | Other | Dispose Water (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.) | |
| Notify BLM 24 hours prior to starting pluggi (*-1) Set CIBP @ 4900' MD (4660' TVD) w/25 (*-2) Set 25sx cmt plug at 3800'-3545' (Abo) | 3585'-3 455' CON | ATTACHED FOR DITIONS OF APPROVAL | |
| *4) Set 25sx cmt plug at 1500-1245; WOC ta *4) Set 25sx cmt plug at 550'-300' (across 13 3 5) Perf 5 1/2" at 100', establish annulus circui 6) Install Dry hole Marker | lation. Cmt inside and outside of csg from 100' to surface. | to circ. if can't continue as per #4. If can Circ. in/out of 51/2. | |

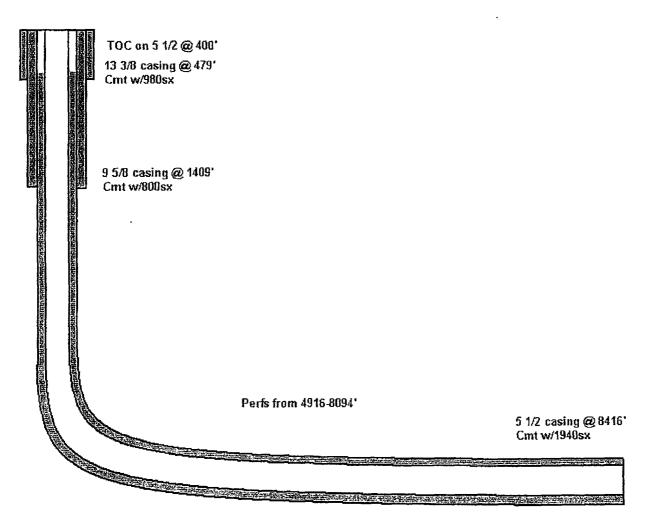
Note: Circ. well with salt gel mud consisting of at least 9.5# Brine with 25 pounds of gel per barrel after the bottom plug is set.

Accepted for record NMOCD

| 14. I hereby certify that the foregoing is true and correct | | | | = | | |
|--|----------------------|--|-----------------|-------------|----------------------|---------------|
| signed Jerry W. Shevrell | Title | Production Clerk | APPROVE'E | | | |
| (This space for Federal or State office use) | | | | | | |
| Approved by | Title | | S | SEP 29 2 | 2008 | |
| Title 18 U.S.C. Section 1001, makes it a crime for any person knowled or representations as to any matter within its jurisdiction. | gly and willfully to | make to any department or agency of th | e United States | AMES A CHIO | 103 frauduler EPS | nt statements |

Mack Energy Corporation Southgate Federal #1 30-015-35203 Sec. 35 T18S R23E

Before

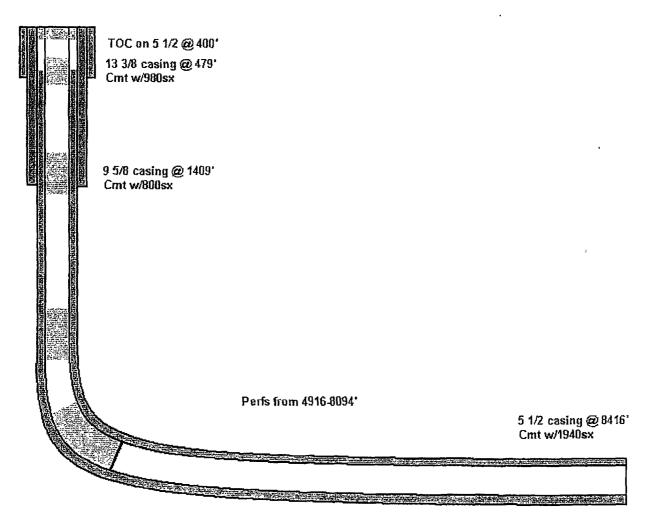


TD @ 8416'

Accepted for record NMOCD

Mack Energy Corporation Southgate Federal #1 30-015-35203 Sec. 35 T18S R23E

After



TD @ 8416'

Accepted for record NMOCD