Mew Mexico On Conservation of the Step, District 1625 N. M. Cath L Drave FORM APPROVED Form 3160-5 OMB No 1004-0137 (August 2007) MAK 30 7 DEPARTMENT OF THE INTERIOR DIS, INM 83249 Expires: July 31, 2010 BUREAU OF LAND MANAGEMENT 5 Lease Serial No NMNM-55133 SUNDRY NOTICES AND REPORTS ON WELLS 6 If Indian, Allottee or Tribe Name Do not use this form proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 7 If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2. 1 Type of Well 8 Well Name and No Oil Well Gas Well Other Big Lucky Lake Federal #1 2 Name of Operator 9. API Well No. 30-005-21063 Mack Energy Corporation 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area 3a. Address P.O. Box 960 Artesia, NM 88210-0960 (575) 748-1288 Little Lucky Lake; Wolfcamp Morrow 11 Country or Parish, State 4 Location of Well (Footage, Sec., T,R,M, or Survey Description) Chaves, NM 660 FSL & 1980 FEL, Sec. 30 T15S R30E 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Water Shut-Off Production (Start/Resume) Acıdıze Deepen Notice of Intent Fracture Treat Reclamation Well Integrity Alter Casing New Construction Casing Repair Recomplete Other Subsequent Report Plug and Abandon Change Plans . Temporarily Abandon Convert to Injection Plug Back Water Disposal Final Abandonment Notice 13 Describe Proposed or Completed Operation Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection) Mack Energy proposes to plug this well as follows. 1) Set CIBP @ 8500' w/35' cement cap. Perfs 8570-8612'. 2) Set 100' plug from 5825-5725', caclated TOC @ 5775'. Tag 3) Perf 5 1/2" csg @ 2966' and cmt 100' inside and 100' outside csg with sx cmt from 2966-2866' (8 5/8 casing shoe @ 2916'). Tag 4) Perf 5 1/2" csg at 496' and cmt 100' inside and 100' outside csg with sx cmt from 496-396'. (13 3/8 casing shoe @ 446'). -Tag 5) Perf 5 1/2" csg at 100' and cmt 100' inside and 100' outside csg with sx cmt from 100' to surface. 6) Install P & A Marker CIBP's @ 9840' with 35' cement cap. SEE ATTACHED FOR CONDITIONS OF APPROVAL 14 I hereby certify that the foregoing is true and correct Name (Printed/Typed) Jerry W. Sherrell Title Production Clerk Signature Date 3/16/09 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by DAVID R. GL PETROLEUM ENGINEER MAR 18 2009

Title 18 U S C Section 1001 and Title 43 U S C Section 1212, make it a crime for my person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

Office

(Instructions on page 2)

entitle the applicant to conduct operations thereon

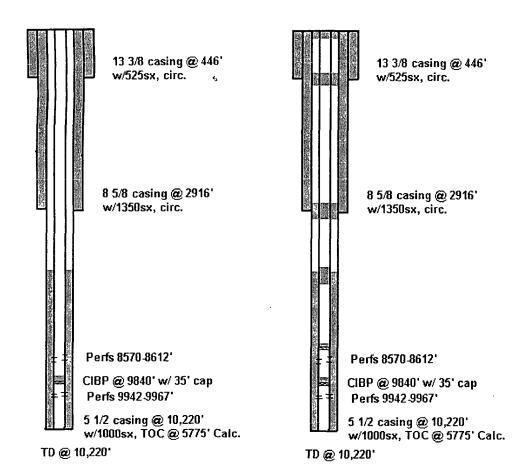


Conditions of approval, if any, are attached Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would

Mack Energy Corporation Big Lucky Lake Federal #1 30-005-21063

Before

After



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BUREAU OF LAND MANAGEMENT

Roswell Field Office 2909 West Second Street Roswell, New Mexico 88201 (575) 627-0272

Permanent Abandonment of Federal Wells Conditions of Approval

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

- 1. Plugging operations shall commence within <u>ninety (90)</u> days from the approval date of this Notice of Intent to Abandon. If you are unable to plug the well by the 90th day provide the BLM Roswell Field Office, prior to the 90th day, with the reason for not meeting the deadline and a date when the BLM Roswell Field Office can expect the well to be plugged. Failure to do so will result in enforcement action.
- 2. <u>Notification:</u> Contact the BLM Roswell Field Office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, during office hours call (575) 627-0205 or after office hours call (575) 910-6024. Engineer on call during office hours phone (575) 627-0275 or phone (after hours) call (575) 626-5749.
- 3. <u>Blowout Preventers:</u> A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The minimum BOP requirement is a 2M system for a well not deeper than 9090 feet; a 3M system for a well not deeper than 13636 feet; and a 5M system for a well not deeper than 22727 feet.
- 4. <u>Mud Requirement:</u> Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at a rate of 25 sacks (50 pounds each) of gel per 100 barrels of water. Minimum nine (9) pounds per gallon.
- 5. <u>Cement Requirement:</u> Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. In lieu of a cement plug in cased hole, a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 50 feet of cement. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either class "C" for up to 7500 feet of depth, mixed at 14.8 lbs./gal with 6.3 gallons of fresh water per sack or class "H" for deeper than 7500 feet plugs, mixed at 16.4 lbs./gal with 4.3 gallons of fresh water per sack.

- 6. Monument: Upon abandonment of the well, all casing shall be cut-off at the base of the cellar or 3-feet below final restored ground level (whichever is deeper). The well bore shall then be covered with a metal plate at least ¼ inch thick and welded in place. The following information shall be permanently inscribed on the dry hole marker: Well name and number, the name of the operator, the lease serial number, the surveyed location (the quarter-quarter section, township and range or other authorized survey designation acceptable to the authorized officer; such as metes and bounds).
- 7. <u>Subsequent Plugging Reporting:</u> Within 30 days after plugging work is completed, file one original and five copies of the Subsequent Report of Abandonment, Form 3160-5 to the BLM Roswell Field Office. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. <u>Show date well was plugged.</u>

Following the submittal and approval of the Subsequent Report of Abandonment, a Notice of Intent for Final Abandonment with the proposed surface restoration procedure must be submitted for approval.