

Permit Conditions Of Approval
C-101, Permit 7504

Operator: MACK ENERGY CORP , 13837
Well: SAN JUAN STATE COM #001

| OCD Reviewer | Condition |
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| BARRANT | Operator to drill surface hole w/fresh water mud as noted in APD |
| BARRANT | Please notify OCD time of spud and time to witness the cementing of the surface and production strings of casing to surface. |