<u>District I</u>

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

Form C-101

Permit 7956

Oil Conservation Division

1220 S. St Francis Dr.

Santa Fe, NM 87505

APPLICATION FOR PERMIT TO DRILL

MACK ENERGY CORP	0 GRID Number 13837 API Number 30-025-37131	
PO Box 960 Artesia, NM 88211-0960		
Property Code 34683	Property Name PIKE STATE	Well No. 001

Surface Location

UL or I	Lot. Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
P	4	16S	32E	P	330	S	330	E	Lea

Proposed Pools

WILDCAT SAN ANDRES

Work Type	Well Type	Cable/Rotary	Lease Type	Ground Level Elevation
New Well	OIL		State	4319
Multiple	Proposed Depth	Formation	Contractor	Spud Date
N	4600	San Andres		03/15/2005

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	350	250	0
Int1	12.25	8.625	24	1200	500	0
Prod	7.875	5.5	17	4600	1100	0

Casing/Cement Program: Additional Comments

Mack Energy proposes to drill to 250 run 13 3/8 casing and cement. Drill to (+/-) 1200 run 8 5/8 casing and cement. Drill to 4600 test San Andres Zone, run 5 1/2 casing and cement. Note: On production string a fluid caliper will be run and will firgure cement with 25% excess, attempt to circulate.

Proposed Blowout Prevention Program

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	Туре	Working Pressure	Test Pressure	Manufacturer			
	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

Phone: 505-748-1288 Date: 03/10/2005

OIL CONSERVATION DIVISION

Electronically Approved By: Paul Kautz

Title: Geologist

Approval Date: 03/11/2005 Expiration Date: 03/11/2006

Conditions of Approval:

There are conditions. See Attached.