

I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOCD guidelines <input type="checkbox"/> , a general permit <input type="checkbox"/> , or an (attached) alternative OCD-approved plan <input type="checkbox"/> .		OIL CONSERVATION DIVISION	
Printed Name: Electronically filed by Jerry Sherrell		Approved By: Paul Kautz	
Title: Production Clerk		Title: Geologist	
Email Address: jerrys@mackenergycorp.com		Approved Date: 6/1/2011      Expiration Date: 6/1/2013	
Date: 5/26/2011      Phone: 505-748-1288		Conditions of Approval Attached	

District I  
1625 N. French Dr., Hobbs, NM 88240  
Phone:(505) 393-6161 Fax:(505) 393-0720

District II  
1301 W. Grand Ave., Artesia, NM 88210  
Phone:(505) 748-1283 Fax:(505) 748-9720

District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
Phone:(505) 334-6178 Fax:(505) 334-6170

District IV  
1220 S. St Francis Dr., Santa Fe, NM 87505  
Phone:(505) 476-3470 Fax:(505) 476-3462

**State of New Mexico**  
**Energy, Minerals and Natural Resources**  
**Oil Conservation Division**  
**1220 S. St Francis Dr.**  
**Santa Fe, NM 87505**

Form C-102  
Permit 132262

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

1. API Number 30-025-40157	2. Pool Code 20900	3. Pool Name ECHOLS;DEVONIAN, EAST
4. Property Code 38640	5. Property Name LOTUS STATE	6. Well No. 001
7. OGRID No. 13837	8. Operator Name MACK ENERGY CORP	9. Elevation 3900

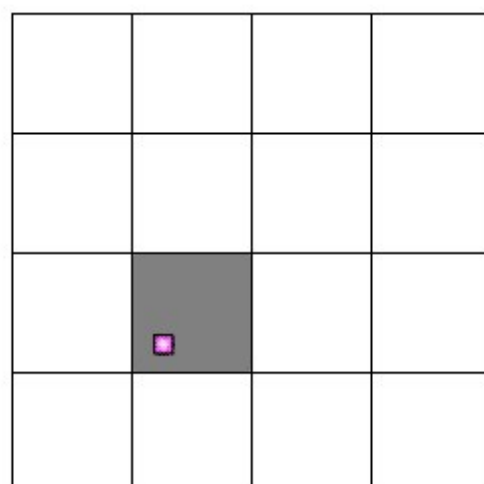
**10. Surface Location**

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
K	16	11S	38E		1650	S	1650	W	LEA

**11. Bottom Hole Location If Different From Surface**

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
12. Dedicated Acres 40.00	13. Joint or Infill	14. Consolidation Code	15. Order No.						

**NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION**



**OPERATOR CERTIFICATION**

*I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.*

E-Signed By: Jerry Sherrell  
Title: Production Clerk  
Date: 5/26/2011

**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.*

Surveyed By: Ronald Edison  
Date of Survey: 5/13/2011  
Certificate Number: 3239

## Permit Comments

Operator: MACK ENERGY CORP , 13837

Well: LOTUS STATE #001

API: 30-025-40157

Created By	Comment	Comment Date
DWEAVER	H2S CONCENTRATIONS OF WELLS IN THIS AREA FROM SURFACE TO td ARE LOW ENOUGH THT A CONTINGENCY PLAN IS NOT REQUIRED.	5/26/2011
pkautz	Land P/S	5/27/2011
DMULL	OCD Hobbs office has recieved form C-144 CLEZ. OCD Permit Number P1-03331.	6/1/2011

# Permit Conditions of Approval

Operator: MACK ENERGY CORP , 13837

Well: LOTUS STATE #001

API: 30-025-40157

OCD Reviewer	Condition
pkautz	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string