

District I
1625 N. French Dr., Hobbs, NM 88240
Phone:(575) 393-6161 Fax:(575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone:(575) 748-1283 Fax:(575) 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-101
August 1, 2011
Permit 143642

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

1. Operator Name and Address MACK ENERGY CORP PO Box 960 Artesia, NM 88211		2. OGRID Number 13837
		3. API Number 30-025-40426
4. Property Code 39055	5. Property Name MAGPIE STATE	6. Well No. 001

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
E	26	18S	34E	E	1980	N	330	W	LEA

8. Pool Information

AIRSTRIP;BONE SPRING	960
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Additional Well Information

9. Work Type New Well	10. Well Type OIL	11. Cable/Rotary	12. Lease Type State	13. Ground Level Elevation 3997
14. Multiple N	15. Proposed Depth 12882	16. Formation Bone Spring	17. Contractor	18. Spud Date 3/1/2012
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water

19. Proposed Casing and Cement Program

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	9.625	36	1800	1350	0
Int1	8.75	7	26	9000	985	0
Prod	6.125	4.5	11.6	12882	0	

Casing/Cement Program: Additional Comments

Mack Energy proposes to drill a 12 1/4" hole to 1800', run 9 5/8" casing and cement. Drill a 8 3/4" hole to 9000', run 7" casing and cement. Drill a 6 1/8" hole to TD of 12882' TVD 9207'. Run 4 1/2" packer Plus System. Put well on production.

Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
DoubleRam	3000	3000	

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@mec.com	Approved Date: 2/2/2012 Expiration Date: 2/2/2014
Date: 1/30/2012	Phone: 505-748-1288

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Form C-102
August 1, 2011
Permit 143642

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-025-40426	2. Pool Code 960	3. Pool Name AIRSTIP;BONE SPRING
4. Property Code 39055	5. Property Name MAGPIE STATE	6. Well No. 001
7. OGRID No. 13837	8. Operator Name MACK ENERGY CORP	9. Elevation 3997



10. Surface Location

UL - Lot E	Section 26	Township 18S	Range 34E	Lot Idn	Feet From 1980	N/S Line N	Feet From 330	E/W Line W	County LEA
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11. Bottom Hole Location If Different From Surface

11. Bottom Hole Location If Different From Surface									
UL - Lot H	Section 26	Township 18S	Range 34E	Lot Idn H	Feet From 1980	N/S Line N	Feet From 990	E/W Line E	County LEA
12. Dedicated Acres 160.00		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: 1/30/2012

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 Eidson
Date of Survey: 1/13/2012
Certificate Number: 3239

Permit Comments

Operator: MACK ENERGY CORP , 13837

Well: MAGPIE STATE #001

API: 30-025-40426

Created By	Comment	Comment Date
JWSHERRELL	H2S concentrations of wells in this area from surface to TD are low enough that a contingency plan is not required.	1/27/2012
CHERRERA	OCD RECIEVED FORM C-144 CLEZ. OCD PERMIT # P1-04156	1/31/2012