Form 3160-5 (June 1990)

or representations as to any matter within its jurisdiction

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED Budget Bureau No 1004-0135 Expires March 31,1993

5 Lease Designation and Serial No

NMLC-068677 SUNDRY NOTICES AND REPORTS ON WELLS 6 If Indian Allottee or Tribe Name Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposals 7 If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE I Type of Well NOV 19 2008 Mell Well 8 Well Name and No. Other 2 Name of Operator OCU-ARTESIA Forty-Niners Federal Com #1 9 API Well No Mack Energy Corporation 3 Address and Telephone No 30-015-36742 (575)748-1288 P.O. Box 960 Artesia, NM 88211-0960 10 Field and Pool, or Exploratory Area 4 Location of Well (Footage, Sec, T R, M or Survey Description) County Line Tank; Abo 11 County or Parish, State 1675 FNL & 330 FWL, Sec. 9 T16S R29E Eddy, NM CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Abandonment Change of Plans Recompletion New Construction Subsequent Report Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Final Abandonment Notice Altering Casing Conversion to Injection Dispose Water (Note Report results of multiple completion on Well Completion or Recompletion Report and Log form ) 13 Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work )\* Mack Energy Corporation proposes to change the hole size and casing strings as follows. Surface casing: No change, as per COA. Intermediate casing: Change casing size from 9 5/8 to 8 5/8 24# J-55 ST&C. Safety Factors: C/B/T 1.449/10.150/9.833. Production casing: Drill a 7 7/8 pilot hole to 7300', log well. Set cement plug back to KOP of approximately 6550'. Drill 7 7/8 hole to 7300', reduce hole size to 6 1/8" to 11,455'. A split string of production casing will be run. 5 1/2" casing from 0-7300' with a external casing packer and ported collar at 6200' + or - to cement 5 1/2 casing back to surface. 4 1/2 casing from 7300-11,455' with isolation packers and strata ports. Safety Factors: 5 1/2 17# P-110 LT&C C/B/T 2.096/3.459/3.547. 4 1/2 11.6# HCP-110 Buttress C/B/T 1.545/3.427/3.563. ACCEPTED FOR RECORD SEE ATTACHED FOR CONDITIONS OF APPROVAL NOV 19 2008 Gerry Guye, Deputy Field Inspector NMOCD-District II ARTESIA 14 I hereby certify that Production Clerk (This space for Federal or State office use 2006 Conditions of approval, if any

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any failed incitious on traudition statements

Forty-Niners Fed Com #1 30-015-36742 Mack Energy Corporation November 18, 2008 Conditions of Approval

- 1. Cement plug for kickoff is to be from bottom of hole to kickoff point.
- 2. Ported collar to be a minimum of 50 feet below the top of the Abo formation. A setting depth of 6200 feet should meet this requirement.

WWI 111808