

DISTRICT I
P.O. Box 1980, Hobbs NM 88240

DISTRICT II
811 South First, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd, Aztec, NM 87410

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, New Mexico 87505

WELL API NO. 30-015-33109
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. B-11538
7. Lease Name or Unit Agreement Name Red Lake Sand Unit
8. Well No. 36
9. Pool name or Wildcat Red Lake;Queen-Grayburg-SA
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3612' GR

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS).	
1. Type Of Well: OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/>	RECEIVED
2. Name of Operator Mack Energy Corporation	DEC - 9 2003
3. Address of Operator P.O. Box 960, Artesia, NM 88211-0960	OCD-ARTESIA
4. Well Location Unit Letter B : 990 Feet From The North Line and 2310 Feet From The East Line Section 29 Township 17S Range 28E NMPM Eddy County	
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3612' GR	

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data	
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
OTHER: <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
	CASING TEST AND CEMENT JOB <input type="checkbox"/>
	OTHER <input checked="" type="checkbox"/> Spud and Cement Casings

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

11/28/2003 Spud 12 1/4" hole 1:00 PM
11/29/2003 TD 12 1/4 hole @ 396', RIH w/9 5/8" 38# ST&C J-55 set @ 395', Cemented w/250 sx Class C, 2% CC, circ 43 sx, plug down 1:00 AM. WOC 18 hours tested casing to 600# for 30 minutes, held OK.
12/03/2003 TD 7 7/8" hole @ 2:00 PM, RIH w/5 1/2" 17# 55 joints LT&C set @ 2381', Cemented w/725 sx Class C, .8% BA10, .3% CD32, plug down 10:30 PM, circ 62 sx. WOC 12 hours tested casing to 600# for 20 minutes, held OK.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Jerry W. Sherrell TITLE Production Clerk DATE 12/9/2003
TYPE OR PRINT NAME Jerry W. Sherrell TELEPHONE NO. (505)748-1288

(This space for State Use)

APPROVED BY Jim W. Lunn TITLE District Supervisor DATE DEC 11 2003

CONDITIONS OF APPROVAL, IF ANY: