State of New Mexico Energy, Minerals and Natural Resources Department

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BY ELECTRONIC MAIL

August 8, 2025

Jerry W. Sherrell Regulatory Supervisor- Mack Energy Corporation P.O. Box 960, Artesia, New Mexico 88211-0960 jerrys@mec.com

Re: Mack Energy Corporation's Request to Plug and Abandon Wells

Dear Mr. Sherrell:

The Oil Conservation Division ("OCD") received your emails of May 8-August 7, 2025, requesting permission for Mack Energy Corporation ("Mack") to plug and abandon the following wells: Lowe St #001 (API No. 30-015-01282) and Mesa State Com #001 (API No. 30-005-60690). Sellers & Fulton Oil, LLC is the registered operator ("Operator") of these wells, and OCD consents to Mack's request to plug, abandon, and remediate the aforementioned wells.

On or about November 21, 2024, a hearing was conducted regarding Operator's Notice of Violation, including Operator's violations of 19.15.25.8 NMAC. Operator was ordered to plug and abandon 36 wells, including the Mesa State Com #001 and Lowe St #001 wells. Order R-23566 is incorporated by reference herein as though set forth in full. Despite proper notice from OCD, Operator remained out of compliance with Order R-23566 and failed to plug and abandon the wells within 30 days. Pursuant to that Order, OCD is authorized to plug and abandon certain wells, including the Mesa State Com #001 and Lowe St #001 wells. OCD hereby authorizes Mack to plug, abandon, and remediate the above-identified well(s) on OCD's behalf.

Please contact Michael Hall, Assistant General Counsel, at <u>Michael.Hall@emnrd.nm.gov</u> with questions, including the submission of plugging sundries, as OCD will not be transferring operatorship to Mack and will need to insert the plugging sundries into the well files.

Regards,

Albert Chang

8/10/2025 **Date**

Albert C.S. Chang
Division Director
Oil Conservation Division