

Submit 3 Copies To Appropriate District Office
 District I 1625 N French Dr., Hobbs, NM 88240
 District II 1301 W Grand Ave., Artesia, NM 88210
 District III 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV 1220 S St Francis Dr., Santa Fe, NM 87505

RECEIVED State of New Mexico
 Energy, Minerals and Natural Resources
OCT 08 2010
HOBSOCD OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

Form C-103
 June 19, 2008

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.)		WELL API NO. <input checked="" type="checkbox"/> 30-025-39815
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Mack Energy Corporation		6. State Oil & Gas Lease No. V-7725
3. Address of Operator P.O. Box 960 Artesia, NM 88210		7. Lease Name or Unit Agreement Name Kite State
4. Well Location Unit Letter <u>L</u> <u>2310</u> feet from the <u>South</u> line and <u>355</u> feet from the <u>West</u> line Section <u>32</u> Township <u>14S</u> Range <u>32E</u> NMPM County <u>Lea</u>		8. Well Number 1
11. Elevation (Show whether DR, RKB, RT, GR etc.) 4343' GR		9. OGRID Number 013837
10. Pool Name or Wildcat Tulk; Wolfcamp		

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/>		SUBSEQUENT REPORT OF: REMEDIALWORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: Spud/Casing <input checked="" type="checkbox"/>	

13. 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. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

8/22/2010 Spud 14 3/4" hole @ 4:15am.
 8/24/2010 TD 14 3/4" hole @ 1,430'.
 8/25/2010 Ran 34 joints 9 5/8", 36#, J-55 @ 1,430'. Cement w/ 775sx 65/35 C, tailed cement w/ 400sx Class C, circ 361sx, plug down @ 4:00pm. WOC 18 hours tested casing to 1800# for 30 minutes, held ok.
 9/16/2010 TD 8 3/4" hole @ 9624'.
 9/19/2010 Ran 261 joints 7", 26#, P-110, LT&C @ 9,624'. Cement w/ 1400sx Class H, tailed cement w/ 200sx POZ, Class H, Circ 517sx, plug down @ 4:45pm. WOC 12 hours tested casing to 600# for 30 minutes, held ok.
 9/27/2010 TD 6 1/8" hole @ 10,826'.
 9/29/2010 Ran 38 joints 4 1/2", 11.6#, P-110, Buttress from 8,980 to 10,651', set with open hole packers.
 9/30/2010 Released Rig @ 6:00pm

Spud Date: 8/22/2010 Rig Release Date: 9/30/2010

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 10-7-2010

Type or print name Jerry W. Sherrell E-mail address: jerrys@mackenergycorp.com PHONE: (575)748-1288

For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE OCT 12 2010
 Conditions of Approval (if any): [Signature]

[Handwritten mark]