<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(505) 393-6161 Fax:(505) 393-0720

State of New Mexico

Form C-101 Permit 57089

Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

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

| | TERMIT TO DICIDE, INC. Extent, DESIGN | , , , , , , , , , , , , , , , , , , , , | | |
|------------------|-----------------------------------------|-----------------------------------------|--|--|
| 1 | Operator Name and Address | 2. OGRID Number | | |
| I | MACK ENERGY CORP | 13837 | | |
| | PO BOX 960 ARTESIA , NM 88211 | 3. API Number | | |
| • | 111111111111111111111111111111111111111 | 30-025-38544 | | |
| 4. Property Code | 5. Property Name | 6. Well No. | | |
| 36605 | BOYZ FEE | 001 | | |

7. Surface Location

| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| C | 30 | 18S | 37E | C | 990 | И | 2310 | W | LEA |

8. Pool Information

| GOODWIN;ABO | 28370 |
|-------------|-------|
|-------------|-------|

Additional Well Information

| | 561 | | | | | (I) K | |
|-----------------------------------------|----------|---------------|----------------------|---------------------|-----------------------------------|------------------------------------|--|
| 9. Work Type New Well | 2002 | il Type IL | 11. Cable/Rota | ry | 12. Lease Type Private | 13. Ground Level Elevation 3735 | |
| 14. Montriple N | 15. Prop | osed Depth | 16. Formati Abo | on | 17. Contractor | 18. Spud Date 7/20/2007 | |
| Depth to Ground 42 | water | | Distance from neares | st fresh water well | | Distance to nearest surface water | |
| tit: Liner: Synthetic Closed Loop Syste | - m 🛭 | mils thick | Clay Pit Volume: | | lling Method: sh Water Brine : | Diesel/Oil-based Gas/Air | |

19. Proposed Casing and Cement Program

| | | | | | - | |
|------|-----------|-------------|------------------|---------------|-----------------|---------------|
| Туре | Hole Size | Casing Type | Casing Weight/ft | Setting Depth | Sacks of Cement | Estimated TOC |
| Surf | 17.5 | 13.375 | 48 | 355 | 400 | 0 |
| Int1 | 12.25 | 8.625 | 32 | 3150 | 1500 | 0 |
| Prod | 7.875 | 5.5 | 17 | 2000 | 1400 | n |

Casing/Cement Program: Additional Comments

Mack Energy proposes to drill a 17 1/2 hole to 355', run 13 3/8 casing and cement. Drill a 12 1/4 hole to 3150', run 8 5/8 casing and cement. Drill a 7 7/8 hole to 8000' test Abo formation for oil and gas, run 5 1/2 casing and cement. Note: On production string a fluid caliper will be run and will figure cement with 25% excess, attempt to circulate.

Proposed Blowout Prevention Program

| | Туре | Working Pressure | Test Pressure | Manufacturer |
|---|-----------|------------------|---------------|--------------|
| Γ | DoubleRam | 2000 | 2000 | |

| 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 | OIL CONSERVATION DIVISION | | | | | |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------|--|--|--|--|--|
| NMOCD guidelines , a general permit , or an (attached) alternative OCD-approved plan . | Approved By: Paul Kautz | | | | | |
| Printed Name: Electronically filed by Jerry Sherrell | Title: Geologist | | | | | |
| Title: Production Clerk | Approved Date: 7/12/2007 Expiration Date: 7/12/2008 | | | | | |
| Email Address: jerrys@mackenergycorp.com | | | | | | |
| Date: 7/12/2007 Phone: 505-748-1288 | | | | | | |

District I

1625 N. French Dr., Hobbs, NM 88240 Phone:(505) 393-6161 Fax:(505) 393-0720

District II

1301 W. Grand Ave., Artesia, NM 88210 Phone:(505) 748-1283 Fax:(505) 748-9720

<u>District III</u>

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

Form C-102 Permit 57089

Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

| 1. API Number | 2. Pool Code | 3. Pool Name | | | |
|---------------------------|--------------------------------|--------------|--|--|--|
| 30-025-38544 | 28370 | GOODWIN;ABO | | | |
| 4. Property Code 36605 | 5. Property Naz BOYZ FEE | | | | |
| 7. OGRID No. 13837 | 8. Operator Naz MACK ENERGY | | | | |

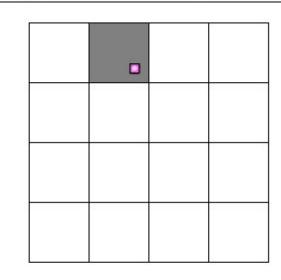
10. Surface Location

| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| C | 30 | 18S | 37E | | 990 | N | 2310 | w | LEA |

11. Bottom Hole Location If Different From Surface

| UL - Lot | Section | T | ownship | Range | Lot | Idn | Feet From | N/S L | ine | Feet From | E/W Line | County |
|-----------------------------------------|----------------------|---|---------|-----------------|-----|-----|-----------------|-------|-----|-----------|---------------|--------|
| 100000000000000000000000000000000000000 | icated Acres),00 | | 13. 3 | 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: 7/12/2007

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: 7/3/2007 Certificate Number: 3239

Permit Comments

Operator: MACK ENERGY CORP , 13837 Well: BOYZ FEE #001

30-025-38544 API:

| Created By | Comment | Comment Date |
|---------------|---------------------------------------------------------------------------------------------------------------------|-----------------|
| DWSHERRELL | H2S concentrations of wells in this area from surface to TD are low enough that a contingency plan is not required. | 7/12/2007 |