<u>District II</u> 1301 W. Grand Ave., Artesia, NM 88210 Phone:(505) 748-1283 Fax:(505) 748-9720

State of New Mexico

Form C-101 Permit 77121

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

.m. m.	in the control of the						
1 N	2. OGRID Number 13837						
	PO BOX 960 ARTESIA , NM 88211	3. API Number 30-05-64027					
4. Property Code	5. Property Name	6. Well No.					
37215	ESKIMO STATE	001					

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
N	19	15S	29E	N	330	S	1650	W	CHAVES

8. Pool Information

ROUND TANK SAN ANDRES 527

Additional Well Information

	501	TARREST TO THE PARTY OF THE PAR		0.6	
9. Work Type New Well	10. Well Type OIL	11. Cable/Rotary	12. Lease Type State	13. Ground Level Elevation 3730	
14. Montiple N	15. Proposed Depth	16. Formation San Andres	17. Contractor	18. Spud Date 6/20/2008	
Depth to Ground 80	water	Distance from nearest fresh water	rell .	Distance to nearest surface water	
t: Liner: Synthetic [Closed Loop System	mils thick	Clay Pit Volume: bbls	Drilling Method: Fresh Water Brine I	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	12.25	8.625	24	200	350	0
Prod	7.875	5.5	15.5	3500	800	0

Casing/Cement Program: Additional Comments

Mack Energy proposes to drill a 12 1/4 hole to 200', run 8 5/8 casing and cement. Drill a 7 7/8 hole to 3500' test the San Andres formation, run 5 1/2 casing and cement. Note: On prduction string a hole caliper will be run and will figure cement with excess, attempt to circulate.

Proposed Blowout Prevention Program

v	1 Toposeu Diowout 1 Te	evendon i rogram	4.0
Туре	Working Pressure	Test Pressure	Manufacturer
DoubleRom	3000	3000	

I hereby certify that the information give of my knowledge and belief. I further certify that the drilling pit v		OIL CONSERVATION DIVISION				
NMOCD guidelines, a general per OCD-approved plan	mit , or an (attached) alternative	Approved By: Tim Gum	3			
Printed Name: Electronically file	d by Jerry Sherrell	Title: District Supervisor				
Title: Production Clerk		Approved Date: 6/18/2008	Expiration Date: 6/18/2010			
Email Address: jerrys@mackene	rgycorp.com	10000				
Date: 6/17/2008	Phone: 505-748-1288	Conditions of Approval Attac	ched			

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 77121

Energy, Minerals and Natural Resources

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

***	ELL LOCATION AND ACI	CEAGE DEDICATION FE	11	
1. API Number	2. Pool Code	3. Poo	l Name	
30-05-64027	52770	SAN ANDRES		
4. Property Code	5. Propert	6. Well No.		
37215	ESKIMO STATE 001			
7. OGRID No.	8. Operato	9. Elevation		
13837	MACK ENE	RGY CORP	3730	

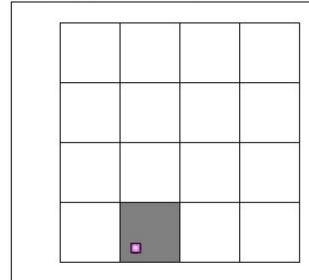
10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
N	19	15S	29E		330	S	1650	w	CHAVES

11. Bottom Hole Location If Different From Surface

			20000			**********			are is the active		
UL - Lot	Section	Township	Range	Lot 1	Idn	Feet From	N/S L	ine	Feet From	E/W Line	County
300000000000000000000000000000000000000	cated Acres	13.	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: 6/17/2008

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: 6/16/2008 Certificate Number: 3239

Permit Comments

Operator: MACK ENERGY CORP , 13837 Well: ESKIMO STATE #001

API: 30-05-64027

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.	6/17/2008

Permit Conditions of Approval

Operator: MACK ENERGY CORP , 13837 Well: ESKIMO STATE #001

API: 30-05-64027

OCD Reviewer	Condition
	PLEASE SUBMITT A NEW FORM C-144 WITH AN ATTACHMENT LISTING THE CLOSE LOOP EQUIPMENT . NOTE ALL FUTURE APD' WILL REQUIRE AN C-144 BEFORE BEING APPROVED AS PER PIT RULE 19.15.17 NMAC