District I 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III 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

MACK ENERGY CORP

jerrys@mec.com

3/26/2014

Email Address:

Date:

Artesia, NM 88211

1. Operator Name and Address

PO Box 960

State of New Mexico **Energy, Minerals and Natural Resources** Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

Form C-101 August 1, 2011

Permit 183644

2. OGRID Number

3. API Number

13837

30-025-41758

Expiration Date: 3/27/2016

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

4. Property Cod		5	5. Property Name							6. Well I	6. Well No.			
173	35		LEA KO	STATE							011			
					7. Surfa	ce Location								
UL - Lot	Section 35	Township 173	Range	33E	Lot Idn	Feet From 330	1	N/S Line N	Feet Fro	330	E/W Line E	County	Lea	
A	30	17	3	SSE		330		IN		330			Lea	
					8. Proposed Bo									
UL - Lot A	Section 35	Township 173	Range S	33E	Lot Idn A	Feet From 330		N/S Line N	Feet Fr	om 330	E/W Line	County	Lea	
					9. Pool	Information								
VACUUM;GR	AYBURG-SAN ANI	DRES			W. W. 17						62180			
					Additional V	Vell Information	1				·			
11. Work Type	A New York	12. Well Type	1	13. Cal	ble/Rotary	· · · · · · · · · · · · · · · · · · ·		ease Type	1	5. Ground Le	evel Elevation			
New	/ Well	OII		8				State		41:				
16. Multiple		17. Proposed		18. For	mation		19. C	ontractor	20. Spud Date					
N N	4	50	00	Distant	San Andres	b			-		2/2014			
Depth to Groun	d water			Distanc	e from nearest fres	n water well				istance to ne	earest surface water			
Туре	Hole Size	Casing		Casing	Proposed Casin Weight/ft	Setting	g Depth			of Cement		Estimated 1	roc	
Surf	12.25	8.62			32		150			700		0		
Prod	7.875	5.5			17	50	000			675		0		
				Casing	/Cement Progr	am: Additional	Comm	nents						
Mack Energy production.	proposes to drill 1	2 1/4" hole to 14	450', run 8 5/8" (casing, circ	cement to surfa	ice. Drill a 7 7/8	hole '	to 5,000', run 5	1/2" cas	ing, circ cer	ment to surface.	Put well or	1	
A DESTRU				22.	Proposed Blow	out Prevention	Progra	am						
	Туре			Working	Pressure			Test Pressur	e	(2)	Man	ufacturer		
	Double Ram			30	00			3000		(6)				
										77	**			
knowledge ar	fy I have complied	107.			5.	С		Oli	L CONSE	RVATION D	DIVISION			
☐, if applicab	le.													
Signature:														
Printed Name:	Electronica	lly filed by Jerry	Sherrell			Approved By:		Paul Kautz						
Title:	Production	Clerk				Title:		Geologist						
Printed Name:			Sherrell											

3/27/2014

Conditions of Approval Attached

Approved Date:

Phone: 505-748-1288

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State of New Mexico **Energy, Minerals and Natural Resources** Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

Form C-102 August 1, 2011

Permit 183644

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-025-41758	2. Pool Code 62180	3. Pool Name VACUUM;GRAYBURG-SAN ANDRES
4. Property Code 17335	5. Property Name LEA KG STATE	6. Well No. 011
7. OGRID No. 13837	8. Operator Name MACK ENERGY CORP	9. Elevation 4126

10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
A	35	17S	33E		330	N	330	E	Lea

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
12. Dedicated Acres 40 00			13. Joint or Infill		14. Consolidation C	ode		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: 3/26/2014
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: Filimon Jaramillo
Date of Survey: 3/4/2014
Certificate Number: 12797

Form APD Comments

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State of New Mexico **Energy, Minerals and Natural Resources** Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

Permit 183644

PERMIT COMMENTS

Operator Name and Address:	API Number:
MACK ENERGY CORP [13837]	30-025-41758
PO Box 960	Well:
Artesia, NM 88211	LEA KG STATE #011

Created By	Comment	Comment Date
DWEAVER	H2S concentrations of wells in this area from surface to TD are low enough that a contingency plan is not required.	3/26/2014

Form APD Conditions

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Permit 183644

PERMIT CONDITIONS OF APPROVAL

Operator Name and Address:	API Number:
MACK ENERGY CORP [13837]	30-025-41758
PO Box 960	Well:
Artesia, NM 88211	LEA KG STATE #011

OCD Reviewer	Condition
DMULL	Pit construction and closure must satisfy all requirements of your approved plan, O.C.D. Rule 19.15.2.50, and the Pit and Below-Grade Tank Guidelines
DMULL	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string
pkautz	1) SURFACE & INTERNEMIATE CASING - Cement must circulate to surface 2) PRODUCTION CASING - Cement must tie back into intermediate casing