District | 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

District IV 1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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 189274

MA	ame and Address ACK ENERGY (	CORP							2. OGRID Number 1383			
	O Box 960 tesia, NM 8821	1							3. API Number 30-0	15-4252	24	
4. Property Co 31	ode 13531		5. Property Name Minot F	ee					6. Well No. 001			
	80	80		Re	7. St	urface Location	:64	22	2/5		\$1-5	
UL - Lot C	Section 3	Township 23	Range 2	Lot ldr	1	Feet From 1096	N/S Line N	Feet From 247	4 E/W Lin	W	County	Eddy
				8. Pr	oposed	Bottom Hole Loca	ition		7.6		4	
UL - Lot C	Section 3	Township 23	Range 2	Lot Idn	С	Feet From 965	N/S Line	Feet From 228	5 E/W Lin	e W	County	Eddy
				•	0 D	ool Information						
					J. F	ooi iiiioiiiiatioii						

	Additional Well Information							
11. Work Type New Well	12. Well Type OIL	13. Cable/Rotary	14. Lease Type Private	15. Ground Level Elevation 3108				
16. Multiple N	17. Proposed Depth 9400	18. Formation Bone Spring	19. Contractor	20. Spud Date 7/23/2014				
Donth to Ground water	18	Distance from poercet fresh water well		Distance to percent surface water				

#### We will be using a closed-loop system in lieu of lined pits

### 21. Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	48	400	470	0
Int1	12.25	9.625	36	1950	725	0
Prod	8.75	7	26	8000	600	0
Prod	8.75	7	26	9400	620	0

#### Casing/Cement Program: Additional Comments

Mack Energy proposes to drill a 17 1/2" hole to 400', run 13 3/8" casing and cement. Drill a 12 1/4" hole to 1950', run 9 5/8" casing and cement. Drill a 8 3/4" hole to 9400', run 7" HCP-110 8000-9400' and 7" L-80 0-8000' and cement. Put well on production.

22. Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Double Ram	3000	3000	

23. I hereby certify that the information given above is true and complete to the best of my knowledge and belief.  I further certify I have complied with 19.15.14.9 (A) NMAC   and/or 19.15.14.9 (B) NMAC   Signature:				OIL CONSE	RVATION DIVISION
Printed Name:	Electronically filed by Jerr	y Sherrell	Approved By:	Randy Dade	
Title:	Production Clerk	(# ) 11 (# (# (# (# (# (# (# (# (# (# (# (# (#	Title:	District Supervisor	
Email Address:	jerrys@mec.com		Approved Date:	7/29/2014	Expiration Date: 7/29/2016
Date:	7/16/2014	Phone: 505-748-1288	Conditions of Approval Attached		

District I

1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 **District II** 

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 <u>District IV</u> 1220 S. St Francis Dr., Santa Fe, NM 87605 Phone:(505) 476-3470 Fax:(505) 476-3462 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

rmit 189274

### WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number	2. Pool Code	3. Pool Name
30-015-42524	10380	CASS DRAW;BONE SPRING
4. Property Code	5. Property Name	6. Well No.
313531	Minot Fee	001
7. OGRID No.	8. Operator Name	9. Elevation
13837	MACK ENERGY CORP	3108

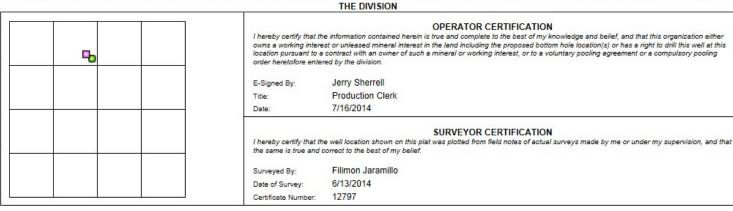
10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
C	3	23S	27E	***************************************	1096	N	2474	W	Eddy

11. Bottom Hole Location If Different From Surface

UL - Lot C	Section 3	Township 23S	Range 27E	Lot Idn	Feet From 965	N/S Line N	Feet From 2285	E/W Line W	County Eddy
12. Dedicated Acre 39.86	5		13. Joint or Infill		14. Consolidation Cod	e		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



Form APD Comments

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

Phone:(575) 393-6161 Fax:(575) 393-0720 <u>District II</u>:
311 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 <u>District III</u>:
1000 Rio Brazos Rd., Azteo, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170 <u>District IV</u>:
1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

Permit 189274

### PERMIT COMMENTS

Operator Name and Address:	API Number:
MACK ENERGY CORP [13837]	30-015-42524
PO Box 960	Well:
Artesia, NM 88211	Minot Fee #001

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.	7/16/2014
CSHAPARD	Land p/P	7/16/2014

Form APD Conditions

Permit 189274

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 Phone:(575) 393-6161 Fax:(575) 393-0720 <u>District II</u>:
311 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 <u>District III</u>:
1000 Rio Brazos Rd., Azteo, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170 <u>District IV</u>:
1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

PERMIT CONDITIONS OF APPROVAL

Operator Name and Address:	API Number:
MACK ENERGY CORP [13837]	30-015-42524
PO Box 960	Well:
Artesia, NM 88211	Minot Fee #001

OCD Reviewer	r Condition
CSHAPARD	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 coment the water protection string