

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

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 June 19, 2008

OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

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. 30-005-64166
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input 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. VO-9431
3. Address of Operator P.O. Box 960 Artesia, NM 88210		7. Lease Name or Unit Agreement Name Racer State
4. Well Location Unit Letter <u>K</u> <u>1650</u> feet from the <u>South</u> line and <u>1800</u> feet from the <u>West</u> line Section <u>18</u> Township <u>14S</u> Range <u>29E</u> NMPM County <u>Chaves</u>		8. Well Number 1
11. Elevation (Show whether DR, RKB, RT, GR etc.) 3687' GR		9. OGRID Number 013837
10. Pool Name or Wildcat Wildcat; San Andres		

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

NOTICE OF INTENTION TO:

- PERFORM REMEDIAL WORK PLUG AND ABANDON
 TEMPORARILY ABANDON CHANGE PLANS
 PULL OR ALTER CASING MULTIPLE COMPL
 DOWNHOLE COMMINGLE

SUBSEQUENT REPORT OF:

- REMEDIALWORK ALTERING CASING
 COMMENCE DRILLING OPNS. P AND A
 CASING/CEMENT JOB

OTHER: Build Fresh Water Frac Pit

OTHER:

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.

Mack Energy Corporation proposes to Build and Maintain a Fresh Water Frac Pit at this location. Pit will be lined with a 20mil liner. Fresh water pit used for completion of Racer State #1. See attached Plat.

RECEIVED

NOV 21 2013

NMOCD-Artesia

Spud Date:

Rig Release Date:

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 11/21/13

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

For State Use Only

APPROVED BY: [Signature] TITLE ES DATE 12/2/13

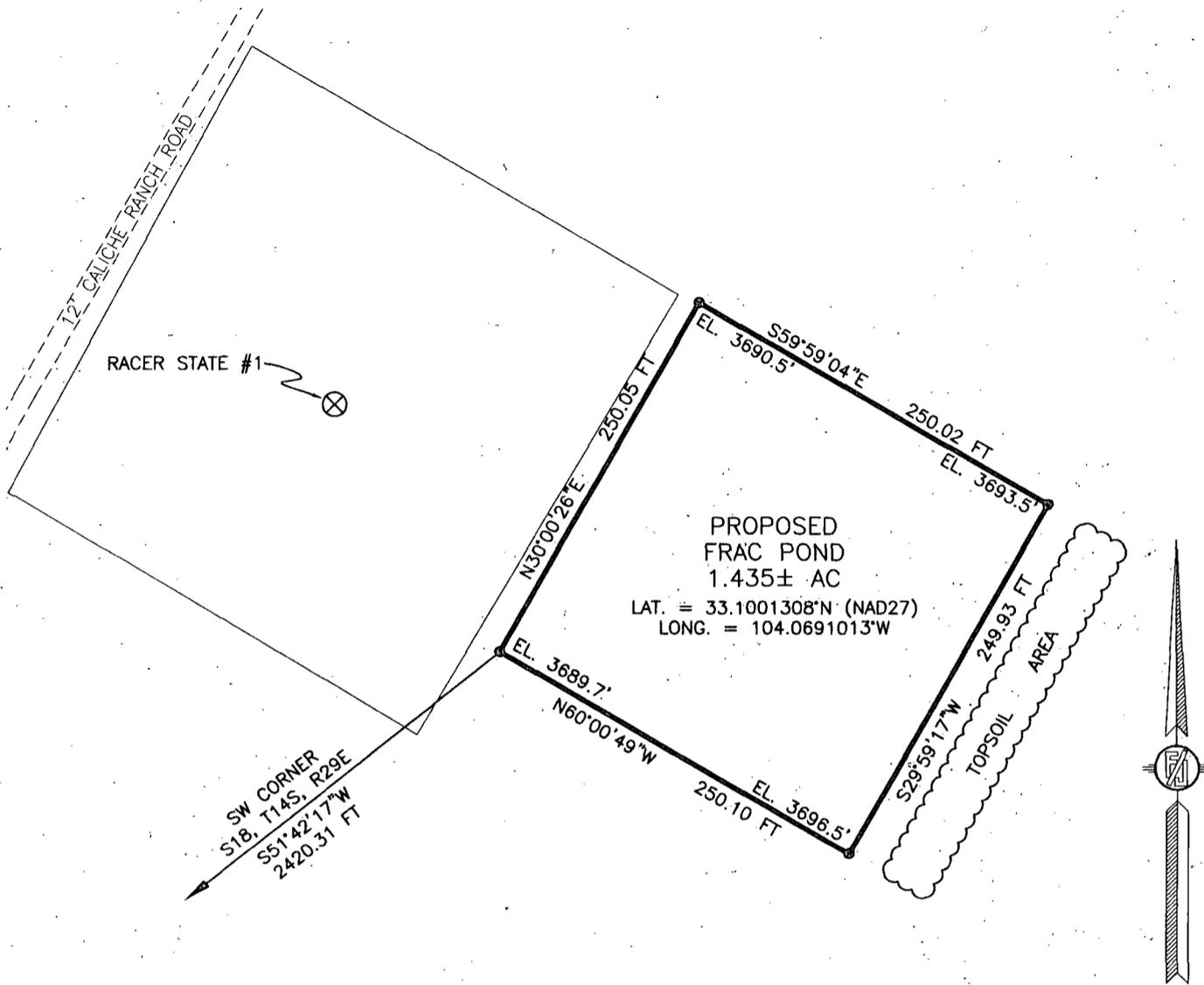
Conditions of Approval (if any): Surface Owner Approval for Surface disturbance

RACER STATE #1 FRAC POND

MACK ENERGY CORPORATION

IN THE S/2 NE/4 SW/4 OF
SECTION 18, TOWNSHIP 14 SOUTH, RANGE 29 EAST, N.M.P.M.
CHAVES COUNTY, STATE OF NEW MEXICO

NOVEMBER 12, 2013

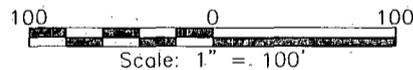


DIRECTIONS TO LOCATION

FROM THE INTERSECTION OF CR 27 (TERESA) AND CR 161 (KATRINA)
GO NORTHWEST ON CR 161 FOR APPROX. 3.2 MILES. GO NORTHEAST
ON CALICHE RANCH ROAD APPROX. 0.37 OF A MILE. LOCATION IS
APPROX. 30' EAST.

LEGEND

● SET #4 REBAR W/JARAMILLO CAP



DESCRIPTION

A CERTAIN PIECE OR PARCEL OF LAND AND REAL ESTATE LYING IN THE S/2 NE/4 SW/4 OF SECTION 18, TOWNSHIP 14 SOUTH, RANGE 29 EAST N.M.P.M., CHAVES COUNTY, NEW MEXICO.

BEGINNING AT THE SOUTHWEST CORNER OF THE PARCEL, WHENCE THE SOUTHWEST CORNER OF SECTION 18, TOWNSHIP 14 SOUTH, RANGE 29 EAST, N.M.P.M. BEARS S51°42'17"W, A DISTANCE OF 2420.31 FEET;
THENCE N30°00'26"E A DISTANCE OF 250.05 FEET TO THE NORTHWEST CORNER OF THE PARCEL;
THENCE S59°59'04"E A DISTANCE OF 250.02 FEET TO THE NORTHEAST CORNER OF THE PARCEL;
THENCE S29°59'17"W A DISTANCE OF 249.93 FEET TO THE SOUTHEAST CORNER OF THE PARCEL;
THENCE N60°00'49"W A DISTANCE OF 250.10 FEET TO THE SOUTHWEST CORNER OF THE PARCEL, TO THE POINT OF BEGINNING;
CONTAINING 1.435 ACRES MORE OR LESS.

GENERAL NOTES

- 1.) THE INTENT OF THIS SURVEY IS TO ACQUIRE A BUSINESS LEASE FOR THE PURPOSE OF BUILDING A FRAC. POND
- 2.) BASIS OF BEARING IS NEW MEXICO STATE PLANE EAST ZONE

SURVEYOR CERTIFICATE

I, FILIMON F. JARAMILLO, A NEW MEXICO PROFESSIONAL SURVEYOR NO. 12797, HEREBY CERTIFY THAT I HAVE CONDUCTED AND AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF, AND THAT THIS SURVEY AND PLAT MEET THE MINIMUM STANDARDS FOR LAND SURVEYING IN THE STATE OF NEW MEXICO.

IN WITNESS WHEREOF, THIS CERTIFICATE IS EXECUTED AT CARLSBAD, NEW MEXICO, THIS 14 DAY OF NOVEMBER 2013

MADRON SURVEYING, INC.
301 SOUTH CANAL
CARLSBAD, NEW MEXICO 88220
Phone (575) 234-3341

FILIMON F. JARAMILLO REG. 12797

SURVEY NO. 2431

SHEET: 1-3

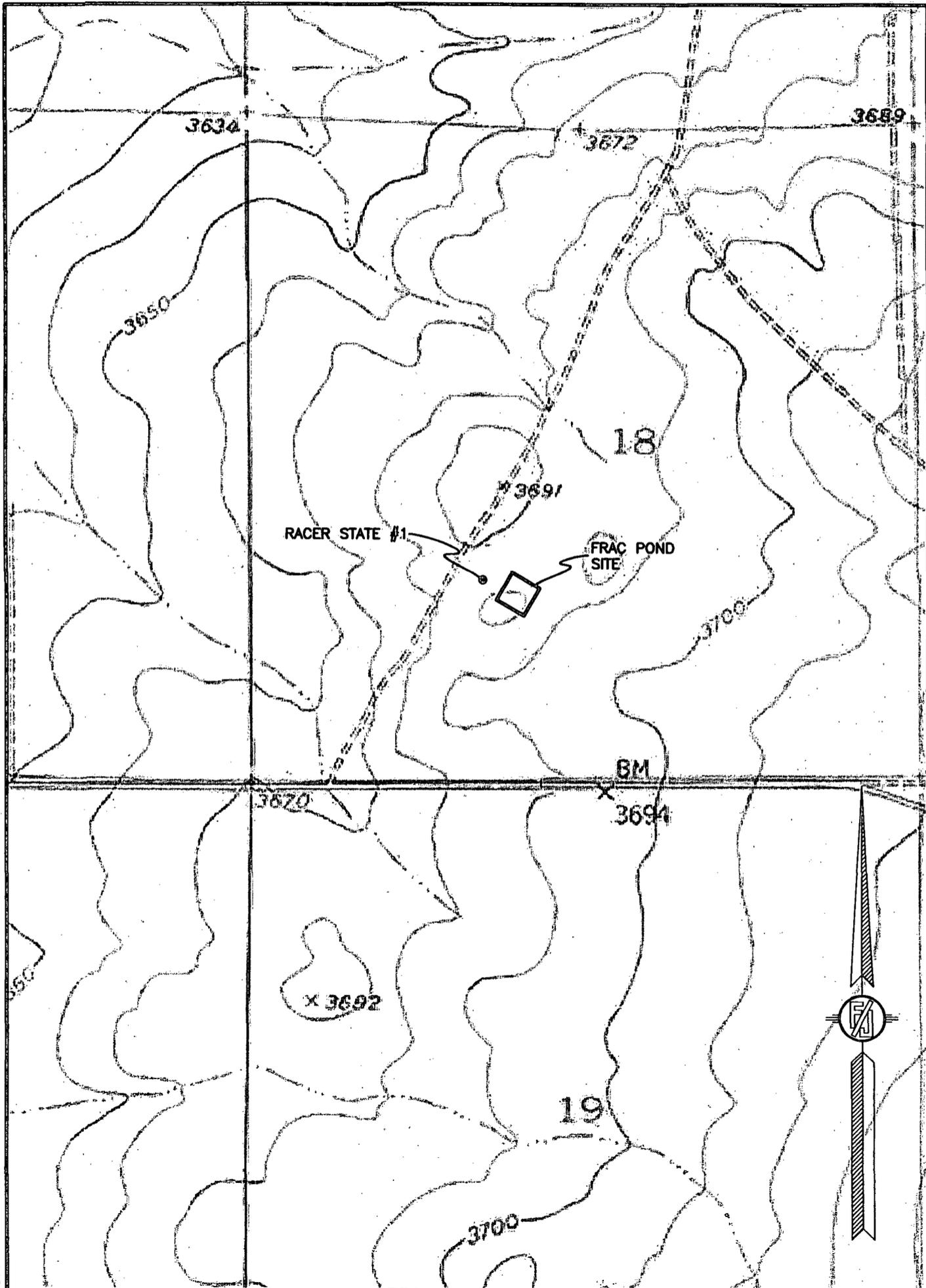
MADRON SURVEYING, INC. CARLSBAD, NEW MEXICO

RACER STATE #1 FRAC POND

MACK ENERGY CORPORATION
IN THE S/2 NE/4 SW/4 OF
SECTION 18, TOWNSHIP 14 SOUTH, RANGE 29 EAST, N.M.P.M.
CHAVES COUNTY, STATE OF NEW MEXICO

NOVEMBER 12, 2013

QUAD MAP



RACER STATE #1 FRAC POND

MACK ENERGY CORPORATION
IN THE S/2 NE/4 SW/4 OF
SECTION 18, TOWNSHIP 14 SOUTH, RANGE 29 EAST, N.M.P.M.
CHAVES COUNTY, STATE OF NEW MEXICO

NOVEMBER 12, 2013

AERIAL PHOTO

