

DISTRICT I
P.O. Box 1980, Hobbs NM 88240

DISTRICT II
811 South First, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd, Aztec, NM 87410

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, New Mexico 87505

WELL API NO. 30-015-01484
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. B-3149
7. Lease Name or Unit Agreement Name Red Lake Sand Unit
8. Well No. 25
9. Pool name or Wildcat Red Lake; Queen-Grayburg-SA

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).	
1. Type Of Well: OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/>	RECEIVED JAN 26 2004 OCD-ARTESIA
2. Name of Operator Mack Energy Corporation	
3. Address of Operator P.O. Box 960, Artesia, NM 88211-0960	
4. Well Location Unit Letter <u>J</u> : <u>1650</u> Feet From The <u>South</u> Line and <u>2310</u> Feet From The <u>East</u> Line Section <u>20</u> Township <u>17S</u> Range <u>28E</u> NMPM <u>Eddy</u> County	
10. Elevation (Show whether DF, RKB, RT, GR, etc.)	

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data	
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
OTHER: <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
	CASING TEST AND CEMENT JOB <input type="checkbox"/>
	OTHER: <input type="checkbox"/>

12. 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.

Mack Energy Corporation proposes to plug and abandon well as follows:

1. Notify OCD 24 hours prior to starting plugging operations.
2. Set 100' cement plug from 1700-1600'. WOC and tag.
3. Circulate hole with mud gel.
4. Perforate @ 480' squeeze 100' cement 50' above and below 8 5/8 casing. WOC and tag.
5. Perforate @ 200' squeeze 100' cement back to 100'. - Both strings
6. Perforate @ 60' circulate cement to surface. - Both strings - woc 24 HRS - TAG
7. Install dry hole marker.

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 1/24/04
TYPE OR PRINT NAME Jerry W. Sherrell TELEPHONE NO.

(This space for State Use)

APPROVED BY [Signature] TITLE Wild Sep ID DATE JAN 28 2004
CONDITIONS OF APPROVAL, IF ANY:

MACK ENERGY CORPORATION
RED LAKE SAND UNIT #25
Sec 20 T17S R28E 1650FSL 2310FEL

'8 5/8"-28#

1. Notify OCD 24 hrs. prior to any work done.
2. Set 100' cmt plug 1700-1600' and tag.
3. Circ hole with mud gel.
4. Perf @ 480' squeeze 100' cmt plug 50' above & below 8 5/8" and tag.
5. Perf @ 200' squeeze 100' cmt plug back to 100'
6. Perf @ 60' circ cmt to surface
7. Install Dry Hole Marker

8 5/8"-28# Set @ 430' w/20sks

7" 20# @ 1650' C/w 20sks

OPEN HOLE 1650'-1944'