

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

Form C-103  
May 27, 2004

|                                                                                                                                                                                                                     |  |                                                                                                     |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|-----------------------------------------------------------------------------------------------------|
| <b>SUNDRY NOTICES AND REPORTS ON WELLS</b><br>(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.<br>30-015-33572                                                                        |
| 1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <input type="checkbox"/>                                                                                      |  | 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 2. Name of Operator<br>Mack Energy Corporation                                                                                                                                                                      |  | 6. State Oil & Gas Lease No.<br>V-5665                                                              |
| 3. Address of Operator<br>P. O. Box 960 Artesia, NM 88211-0960                                                                                                                                                      |  | 7. Lease Name or Unit Agreement Name<br>Southern Cross 9 Com                                        |
| 4. Well Location<br>Unit Letter <u>N</u> <u>660</u> feet from the <u>South</u> line and <u>1980</u> feet from the <u>West</u> line<br>Section <u>9</u> Township <u>18S</u> Range <u>24E</u> NMPM County <u>Eddy</u> |  | 8. Well Number <u>1</u>                                                                             |
| I 1. Elevation (Show whether DR, RKB, RT, GR, etc.)<br>3839' GR                                                                                                                                                     |  | 9. OGRID Number<br>013837                                                                           |
| Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input checked="" type="checkbox"/>                                                                                                         |  | 10. Pool name or Wildcat<br>Penasco Draw; Permo Penn (Gas)                                          |
| Pit type <u>Drilling</u> Depth Groundwater <u>475'</u> Distance from nearest fresh water well <u>1 mile</u> Distance from nearest surface water <u>1000'</u>                                                        |  |                                                                                                     |
| Pit Liner Thickness: <u>12</u> mil Below-Grade Tank: Volume _____ bbls; Construction Material _____                                                                                                                 |  |                                                                                                     |

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

|                                                |                                           |                                                               |                                          |
|------------------------------------------------|-------------------------------------------|---------------------------------------------------------------|------------------------------------------|
| <b>NOTICE OF INTENTION TO:</b>                 |                                           | <b>SUBSEQUENT REPORT OF:</b>                                  |                                          |
| PERFORM REMEDIAL WORK <input type="checkbox"/> | PLUG AND ABANDON <input type="checkbox"/> | REMEDIAL WORK <input type="checkbox"/>                        | ALTERING CASING <input type="checkbox"/> |
| TEMPORARILY ABANDON <input type="checkbox"/>   | CHANGE PLANS <input type="checkbox"/>     | COMMENCE DRILLING OPNS. <input type="checkbox"/>              | P AND A <input type="checkbox"/>         |
| PULL OR ALTER CASING <input type="checkbox"/>  | MULTIPLE COMPL <input type="checkbox"/>   | CASING/CEMENT JOB <input type="checkbox"/>                    |                                          |
| OTHER: _____ <input type="checkbox"/>          |                                           | OTHER: <u>Pit Closure</u> <input checked="" type="checkbox"/> |                                          |

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.

On August 12, 2005 Allstate Environmental Services started closure procedures. Closure of the pits was completed August 23, 2005.

Attachments:

Closure summary

Diagram of well site and pit location

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☒ a general permit ☐ or an (attached) alternative OCD-approved plan ☐

SIGNATURE Jerry W. Sherrell TITLE Production Clerk DATE 9/26/2005

Type or print name Jerry W. Sherrell E-mail address: jerrys@mackenergycorp.com Telephone No. (505)748-1288  
For State Use Onl

APPROVED BY: Mike Sanchez TITLE Asst. Dir. DATE 9/30/05  
Conditions of Approval (if any):

(E)

## Closure Summary

Pursuant to Pit and Below-Grade Tank Guidelines as published November 1, 2004 by the New Mexico Oil Conservation Division.

Allstate Environmental Services was contracted by Mack Energy Corp. to commence closure activities of the drilling pits at the Southern Cross 9 #1 lease in Eddy County on August 12, 2005. As described in the Form C-103 for the Southern Cross 9 #1 lease, the fluids in the pit were removed and disposed of. The contents were then stiffened and buried per option IV.B.3.(b) of the Pit and Below-Grade Tank Guidelines. Closure of the pits was completed August 23, 2005.

Mack Energy Pit Closure Site Sketch  
Southern Cross 9 State #1 Lease  
September 7, 2005

