

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTNMOCD
ArtesiaFORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010**SUNDRY NOTICES AND REPORTS ON WELLS**
*Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.***SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

| | | |
|--|---|---|
| 1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 5. Lease Serial No. NMNM132677 |
| 2. Name of Operator MACK ENERGY CORPORATION | | 6. If Indian, Allottee or Tribe Name |
| Contact: JERRY W SHERRELL E-Mail: jerrys@mec.com | | 7. If Unit or CA/Agreement, Name and/or No. |
| 3a. Address P.O. BOX 960 ARTESIA, NM 88211-0960 | 3b. Phone No. (include area code) Ph: 575-748-1288 | 8. Well Name and No. SEAHAWKS FEDERAL 1 |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 19 T15S R29E NWSE 1650FSL 2310FEL 32.998694 N Lat, 104.066782 W Lon | | 9. API Well No. 30-005-64016-00-S1 |
| | | 10. Field and Pool, or Exploratory ROUND TANK-SAN ANDRES |
| | | 11. County or Parish, and State CHAVES COUNTY, NM |

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|---|---|---|--|---|
| <input type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | Off-Lease Measuremen t |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | |

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Mack Energy is requesting approval for Off Lease Measurement of gas production for the Seahawks Federal Lease(NMNM132677). The tank Battery is located at our Seahawks Federal #1 well in the NWSE Sec. 19 T15S R29E. The Gas Sales Point is located in the SESW of Sec. 19 T15S R29E. Gas Sales meter #742536. Gas is transported to sales meter via ROW NM130108.

NM OIL CONSERVATION
ARTESIA DISTRICT

DEC 03 2015

RECEIVED

UPD 12/7/15
Accepted for record
NMOCD

| | |
|---|------------------------|
| 14. I hereby certify that the foregoing is true and correct. Electronic Submission #322588 verified by the BLM Well Information System For MACK ENERGY CORPORATION, sent to the Roswell Committed to AFMSS for processing by DAVID GLASS on 11/04/2015 (16DRG0024SE) | |
| Name (Printed/Typed) JERRY W SHERRELL | Title PRODUCTION CLERK |
| Signature (Electronic Submission) | Date 11/04/2015 |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | | |
|---|---------------------------------|-------------------------|
| Approved By /S/ DAVID R. GLASS | Title PETROLEUM ENGINEER | Date NOV 27 2015 |
| Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. | | Office |

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ******SEE ATTACHED FOR
CONDITIONS OF APPROVAL**

**Bureau of Land Management
Roswell Field Office
2909 West Second Street
Roswell, New Mexico 88201-1287
(575) 627-0272**

**Off-Lease Measurement, Off-Lease Storage, And Surface Commingling
Conditions Of Approval**

1. This agency will be notified of any change in your sales method or location of the sales meter.
2. This agency shall be notified of any spill or discharge as required by NTL-3A.
3. This agency reserves the right to modify or rescind approval whenever it determines continued use of the approved method may adversely affect the surface or subsurface environments.
4. This approval is subject to like approval by the New Mexico Oil Conservation Division.
5. Additional wells and/or leases require additional commingling approvals.
6. Contact the BLM Roswell Field Office at least 24 hours prior to the commencing any monthly well test. For wells in Chaves and Roosevelt County, during office hours or after office hours call (575) 627-0205. Engineer on call during office hours phone (575) 627-0275 or phone (after hours) call (575) 626-5749.
7. This approval does not constitute right-of-way approval for any off-lease activities. Within 30 days an application for right-of-way approval must be submitted to the Realty Section to the BLM Roswell Field Office at 2909 West Second Street, Roswell, New Mexico 88201-1287 for wells in Chaves or Roosevelt County if you have not already done so.