Office		tate of New Mexico		Form C-10 May 27, 200			
District I 1625 N. French Dr., Hobbs, NM 88240	Energy, Minerals and Natural Resources OIL CONSERVATION DIVISION			WELL API NO. 30-015-33405			
District 11 1301 W. Grand Ave., Artesia, NM 88210				5. Indicate T			
District III 1000 Rio Brazos Rd., Aztec, NM 87410		outh St. Frai		STAT			
District IV	Santa	1 Fe, NM 87	7505	6. State Oil &	Gas Lease No.		
1220 S. St. Francis Dr., Santa Fe, NM 87505				VA-3088			
SUNDRY NOT (DO NOT USE THIS FORM FOR PROP		DEEPEN OR PL	UG BACK TO A		ne or Unit Agreement	Name	
DIFFERENT RESERVOIR. USE "APPLI PROPOSALS.)	ICATION FOR PERMIT" (F			Coral State			
1. Type of Well: Oil Well	Gas Well 🛛 Other	ias Well 🛛 Other RECEIVED			8. Well Number 1		
2. Name of Operator Mack En	Mack Energy Corporation MAR 0 6 2006				9. OGRID Number 013837		
3. Address of Operator	ergy corporation		MILESIA	I 0. Pool nan			
-	x 960 Artesia, NM 88	211-0960	MILLENA	Antelope Sinl	k; Upper Penn		
4. Well Location	, , , , , , , , , , , , , , , , , , , ,				, II.		
Unit Letter H	1980feet from	the North	line and 66	60fee	t from the East	lin	
Section 26	Township	19S R	ange 23E	NMPM	County Eddy		
	I 1. Elevation (Show	whether DR	, RKB, RT, GR, etc	c.)	!		
Dia and Dalama and de collection of	C! V	3923	'GR		<u> </u>		
Pit or Below-grade Tank Application Pit type Drilling Depth Groundy			. "1000' –		t surface water 1000'		
Pit Liner Thickness: 12 mi	Below-Grade Tank	: Volume	bb1s; (Construction Mater	ial		
12. Check	Appropriate Box to	Indicate N	lature of Notice	e, Report or O	ther Data		
PULL OR ALTER CASING [MULTIPLE COMPL	_	OTHER: Pit clo		_	D	
OTHER:			UIIIEN				
13. Describe proposed or com of starting any proposed v	pleted operations. (Cle work). SEE RULE 110.	arly state all	pertinent details, a	nd give pertinen	dates, including estin	nated	
13. Describe proposed or com	work). SEE RULE 110:	arly state all 1 3. For Multip	pertinent details, a le Completions: A	nd give pertinen Attach wellbore d	iagram of proposed co	nated omple	
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Closure Summary

Pursuant to <u>Pit and Below-Grade Tank Guidelines</u> 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 Coral State #1 lease in Eddy County on January 30, 2006. As described in the Form C-103 for this 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 February 7, 2006.

Mack Energy Pit Closure Sketch Coral State #1 February 7, 2006

