

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

RECEIVED

JUL 13 2010

Form C-103  
June 19, 2008

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

NMOCDA  
30-015-35365

35365

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.)		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		6. State Oil & Gas Lease No. NMNM-117550
2. Name of Operator Mack Energy Corporation		7. Lease Name or Unit Agreement Name Candy Cane State Com
3. Address of Operator P.O. Box 960 Artesia, NM 88210		8. Well Number 1
4. Well Location Unit Letter <u>D</u> <u>662</u> feet from the <u>North</u> line and <u>660</u> feet from the <u>West</u> line Section <u>15</u> Township <u>16S</u> Range <u>28E</u> NMPM County <u>Eddy</u>		9. OGRID Number 013837
11. Elevation (Show whether DR, RKB, RT, GR etc.) 3588' GR		10. Pool Name or Wildcat Crow Flats; Wolfcamp

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: ☐

OTHER: Spud/Casing ☒

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.

6/16/2010 Start Drilling Plugs.

6/22/2010 TD 7 7/8" hole @ 6413'. Ran 140 joints 7", 26#, P-110, Bt&C @ 6,391'.

6/23/2010 Cement w/ 300sx Class C, Tailed cement w/ 75sx 50/50/C. Plug down @ 7:20am, didn't circ cement to surface, spoke w/ BLM and OCD had verbal to continue without bringing cement to surface. WOC 18 hours tested casing to 1800# for 30 minutes, held ok.

7/6/2010 TD 6 1/8" hole @ 10,663'.

7/9/2010 Ran 127 joints 4 1/2", 11.6#, P-110, BT&C @ 5691'. Set w/ liner hanger @ 5713'

Spud Date:

6/16/2010

Rig Release Date:

7/9/2010

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 7.12.2010

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

For State Use Only

APPROVED BY: David Gray TITLE Field Supv. DATE 7-13-10  
Conditions of Approval (if any):