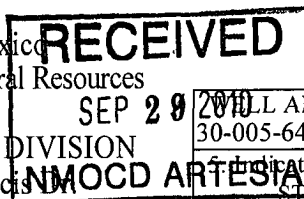


Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

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



Form C-103
June 19, 2008

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.)		2010 L APL NO. 30-005-64 27
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. V-8506
2. Name of Operator Mack Energy Corporation		7. Lease Name or Unit Agreement Name K2 State
3. Address of Operator P.O. Box 960 Artesia, NM 88210		8. Well Number 1
4. Well Location Unit Letter <u>A</u> <u>180</u> feet from the <u>North</u> line and <u>330</u> feet from the <u>East</u> line Section <u>36</u> Township <u>9S</u> Range <u>29E</u> NMPM, County <u>Chaves</u>		9. OGRID Number 013837
11. Elevation (Show whether DR, RKB, RT, GR etc.) 4024' GR		10. Pool Name or Wildcat Many Gates; 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.

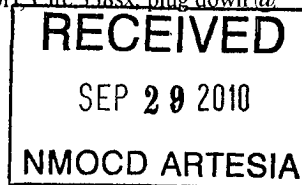
9/10/2010 Spud 17 1/2 hole @ 12:45am.

9/11/2010 TD 17 1/2" hole @ 815'. Ran 20jts, 13 3/8", 48#, ST&C @ 815'. Cemented w/ 200sx Class C 2%, Tailed cement w/ 800sx Class C 2%, Circ 84sx, plug did not bump. WOC 18 hours tested BOP/Casing to 2000# for 30 minutes, held ok.

9/16/2010 TD 12 1/4" hole @ 2595'. Ran 65 jts, 8 5/8", 32#, J-55 @ 2594'. Cemented w/ 300sx 35/65/OC, Tailed cement w/ 1125sx Class C, Circ 364sx, plug down @ 3:30pm. WOC 12 hours tested BOP/casing to 2000# for 30 minutes, held ok.

9/24/2010 TD 7 7/8" hole @ 7518'.

9/27/2010 Ran 204 jts, 5 1/2", 17#, LT&C @ 7516'. Cemented w/ 600sx Class H, Tailed cement w/ 700sx 50/50/0H. Circ 338sx, plug down @ 4:40pm. WOC 12 hours tested casing to 1500# for 30 minutes, held ok. Released Rig @ 6:00am.



Spud Date:

9/10/2010

Rig Release Date:

9/27/2010

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

9-28-2010

Type or print name Jerry W. Sherrell

E-mail address: jerrys@mackenergycorp.com

PHONE: (575)748-1288

For State Use Only

APPROVED BY:

Donald Gray

TITLE

Field supervisor

DATE

9-30-10

Conditions of Approval (if any):

OK