

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SUBMIT IN TRIPLICATE
(Other Instructions on reverse side)

Form approved.
Budget Bureau No. 1004-0136
Expires: December 31, 1991

dsf

APPLICATION FOR PERMIT TO DRILL OR DEEPEN

1a. TYPE OF WORK DRILL <input type="checkbox"/> DEEPEN <input checked="" type="checkbox"/>			5. LEASE DESIGNATION AND SERIAL NO. LC-029342-A
b. TYPE OF WELL OIL WELL <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> OTHER <input type="checkbox"/> SINGLE ZONE <input checked="" type="checkbox"/> MULTIPLE ZONE <input type="checkbox"/>			6. IF INDIAN, ALLOTTEE OR TRIBE NAME
2. NAME OF OPERATOR Mack Energy Corporation			7. UNIT AGREEMENT NAME
3. ADDRESS AND TELEPHONE NO. P.O. Box 960 Artesia, NM 88211-0960 (505) 748-1288			8. FARMOR LEASE NAME, WELL NO. Federal X #5
4. LOCATION OR WELL (Report location clearly and in accordance with any state requirement.)* At surface 330 FSL 2310 FWL At proposed prod. zone 330 FSL 2310 FWL			9. API WELL NO. 30-015-04249
14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* 1/4 miles South of Loco Hills, NM			10. FIELD AND POOL, OR WILDCAT Grayburg Jcksn, SR, QN, GB, SA
15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drlg. unit line, if any) 330	16. NO. OF ACRES IN LEASE 120	17. NO. OF ACRES IN LEASE TO THIS WELL 40	
18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED OR APPLIED FOR, ON THIS LEASE, FT. 660	19. PROPOSED DEPTH 4900	20. ROTARY OR CABLE TOOLS Rotary	
21. ELEVATIONS (Show whether DF, RT, GR, etc.)			22. APPROX. DATE WORK WILL START* 5/8/97

23. PROPOSED CASING AND CEMENTING PROGRAM				
SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
12 1/4	8 5/8	24	472	50
7 7/8	7	20	1799	50
6 1/8	4 1/2, J-55	11.6	4900	Circ

Mack Energy Proposes to deepen well from PBTD of 1920' to 4900', Log well and run 4 1/2 J-55 liner from 4900' to Surface and cement liner from 4900' to 2000'. Perf liner and test for commercial production. Mack Energy requests a ~~workover~~ pit for this proposed work.

Reserve well

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths Give blowout preventer program, if any.

24. SIGNED Crista D. Carter TITLE Production Clerk DATE 1/29/97

(This space for Federal or State office use)

PERMIT NO. _____ APPROVAL DATE _____

Application approval 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.

CONDITIONS OF APPROVAL, IF ANY:

APPROVED BY JORGE VERA LOPEZ TITLE PETROLEUM ENGINEER DATE 2/4/97

*See Instructions On Reverse Side

Title 18 U.S.C. Section 1001, makes 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.