

DISTRICT I
P.O. Box 1980, Hobbs NM 88240

DISTRICT II
811 South First, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd, Aztec, NM 87410

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, New Mexico 87505

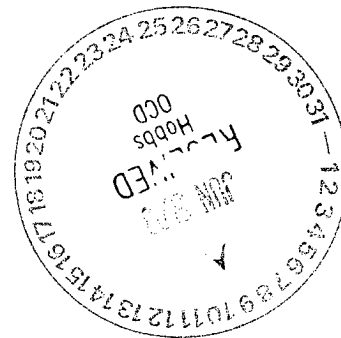
WELL API NO. 30-025-36098	
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>	
6. State Oil & Gas Lease No. A-983	
7. Lease Name or Unit Agreement Name Sapphire State	
8. Well No. 3	
9. Pool name or Wildcat Wildcat Abo	
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3456' GR	

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).	
1. Type Of Well: OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/>	
2. Name of Operator Mack Energy Corporation	
3. Address of Operator P.O. Box 960, Artesia, NM 88211-0960	
4. Well Location Unit Letter <u>E</u> : <u>1650</u> Feet From The <u>North</u> Line and <u>330</u> Feet From The <u>West</u> Line Section <u>11</u> Township <u>23S</u> Range <u>36E</u> NMPM <u>Lea</u> County	
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3456' GR	

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data	
NOTICE OF INTENTION TO:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	OTHER: <input type="checkbox"/>
SUBSEQUENT REPORT OF:	
REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
CASING TEST AND CEMENT JOB <input type="checkbox"/>	OTHER: <input type="checkbox"/>
Completion <input checked="" type="checkbox"/>	

12. 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.

03/07/2003 Drill out DV tool.
03/08/2003 Perforated from 7514.5-7905' 44 holes.
03/10/2003 Acidized w/6000 gals 15%.
03/11/2003 RIH w/2 7/8" J-55 tubing 256 joints SN @ 7936', RIH w/2 1/2 x 2 x 24 pump.
03/24/2003 Set CIBP @ 7610' w/35' cement cap. RIH perforated from 6106-6615' 8 holes.
03/25/2003 Acidized w/1500 gals 15% NEFE, swab well.
03/26/2003 Set CIBP @ 6000' w/ 35' cement cap, perforated from 3885-3947 11 holes.
03/27/2003 Acidized w/2000 gals 15% NEFE.
03/28/2003 RIH w/128 joints 2 7/8" tubing SN @ 3971', RIH w/2 1/2 x 2 x 24' pump.
04/17/2003 Perforated squeeze holes at 3870', Set cement retainer @ 3864'.
04/18/2003 Squeeze perfs 3870'-3947' w/100 sx C, 100 sx C, 2% CC.
04/21/2003 Perforated from 3767-3818' 22 holes, RIH w/2 7/8" tubing and swab well.
04/24/2003 Squeezed perfs 3767-3818' w/100 sx C, 100 sx C, 2% CC.
WELL SHUT IN PREPARING PAPERWORK TO CONVERT TO SWD



I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Crissa D. Carter TITLE Production Analyst DATE 6/5/2003

TYPE OR PRINT NAME Crissa D. Carter TELEPHONE NO. _____

(This space for State Use)

PETROLEUM ENGINEER

JUL 02 2003

APPROVED BY Paul J. Kautz TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY: