

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB NO. 1004-0135
Expires: November 30, 2000**SUNDRY NOTICES AND REPORTS ON WELLS**
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.5. Lease Serial No.
NMNM03428

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.
Multiple--See Attached9. API Well No.
Multiple--See Attached10. Field and Pool, or Exploratory
TAMANO DELAWARE11. County or Parish, and State
LEA COUNTY, NM**SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other2. Name of Operator
MACK ENERGY CORPORATIONContact: ROBERT CHASE
E-Mail: jerrys@mackenergycorp.com3a. Address
P O BOX 960
ARTESIA, NM 88211-09603b. Phone No. (include area code)
Ph: 505.748.1288
Fx: 505.746.95394. Location of Well (Footage, Sec., T., R., M., or Survey Description)
Multiple--See Attached**12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

TYPE OF SUBMISSION	TYPE OF ACTION			
☐ Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off
☒ Subsequent Report	☐ Alter Casing	☐ Fracture Treat	☐ Reclamation	☐ Well Integrity
☐ Final Abandonment Notice	☐ Casing Repair	☐ New Construction	☐ Recomplete	☐ Other
	☐ Change Plans	☐ Plug and Abandon	☐ Temporarily Abandon	
	☐ Convert to Injection	☐ Plug Back	☒ Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

1. Name (s) of formation (s) producing water on the lease ? Tamano Delaware
2. Amount of water produced from each formation in barrels per day? 500 barrels per day
3. How water is stored on lease? Fiberglass Tank
4. How water is moved to disposal facility? Pipeline
5. Operator s name, well name and location, section township, and range, of the disposal facility.
If the disposal facility is an approved disposal system, the operator s name and the name of the disposal system should suffice. Mack Energy Corporation, Pronghorn SWD #1, SWD 536
6. Alternate Disposal. Mack Energy Corporation, Federal 18 #4, SWD 589

14. I hereby certify that the foregoing is true and correct.

**Electronic Submission #23886 verified by the BLM Well Information System
For MACK ENERGY CORPORATION, sent to the Hobbs
Committed to AFMSS for processing by Linda Askwig on 09/24/2003 (03LA0300SE)**

Name (Printed/Typed) JERRY SHERRELL

Title PRODUCTION CLERK

Signature (Electronic Submission)

Date 09/23/2003

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By DAVID R GLASS

Title PETROLEUM ENGINEER

Date 10/23/2003

Conditions of approval, if any, are attached. Approval of this notice 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.

Office Hobbs

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

Additional data for EC transaction #23886 that would not fit on the form

Wells/Facilities, continued

Agreement	Lease	Well/Fac Name, Number	API Number	Location
NMNM03428	NMNM03428	PANTHER FEDERAL 01	30-025-36307-00-S1	Sec 31 T17S R32E NWSW Lot 3 1650FSL 370FWL
NMNM03428	NMNM03428	PANTHER FEDERAL 03	30-025-36324-00-S1	Sec 31 T17S R32E NESW 1650FSL 1650FWL
	NMNM03428	FAC A PANTHER FEDERAL BATTERY		Sec 31 T17S R32E NWSW

**BUREAU OF LAND MANAGEMENT
Roswell Field Office
2909 West Second Street
Roswell, New Mexico 88201
505-627-0272**

**Disposal of Produced Water From Federal Wells
Conditions of Approval**

Approval of the produced water disposal methodology is subject to the following conditions of approval:

1. This agency shall be notified of any change in your method or location of disposal.
2. Compliance with all provisions of Onshore Order No. 7.
3. This agency shall be notified of any spill or discharge as required by NTL-3A.
4. This agency reserves the right to modify or rescind approval whenever it determines continued use of the approved method may adversely affect the surface or subsurface environments.
5. All above ground structures on the lease shall be painted sandstone brown, Federal Std. 595-20318, or 30318, within 90 days, if you have not already done so.
6. Any on-lease open top storage tanks shall be covered with a wire screen to prevent entry by birds and other wildlife.
7. This approval should not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.
8. If water is transported via a pipeline that extends beyond the lease boundary, then you need to submit within 30 days an application for right-of-way approval to the Realty Section in this office if you have not already done so.