

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

AUG 03 2010

FORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010**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.
NMNM86144

6. If Indian, Allottee or Tribe Name

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

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

1. Type of Well

☐ Oil Well ☐ Gas Well ☒ Other **UNKNOWN-OTH. SWD**8. Well Name and No.
PRONGHORN SWD 01

2. Name of Operator

MACK ENERGY CORPORATION

Contact: JOSHUA J RUSSO

E-Mail: jrusso@conchoresources.com

9. API Well No.

30-025-32735-00-S1

3a. Address

P O BOX 960
ARTESIA, NM 88211-0960

3b. Phone No. (include area code)

Ph 432-683-7443
Fx: 432-687-802110. Field and Pool, or Exploratory
CRAZY HORSE

SWD; Yates-7 Russ

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Sec 24 T19S R32E NWNE 330FNL 1650FEL

11. County or Parish, and State

LEA COUNTY, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other Undesirable Event
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> 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 recompleat 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.)

On 07/11/2010 we had a release at the Pronghorn SWD System 8 inch main line that goes to the Pronghorn SWD. We initially lost 600bbls of produced water and were able to recover 520bbls with a vacuum truck. The water ran south .5 miles down the COG ROW and then 10 yards x 75 yards to the west down a fence line. The GPS coordinates of the spill location are as follows:

32 45.894
103 44.516

The closest well location is as follows (.5 miles north of spill)

Nadel & Gussman Heyco, LLC
Young Deep 3 Federal #2** Continue to work thru Paul Evans.*

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

Electronic Submission #89722 verified by the BLM Well Information System

For MACK ENERGY CORPORATION, sent to the Hobbs

Committed to AFMSS for processing by KURT SIMMONS on 07/20/2010 (10KMS0660SE)

Name (Printed/Typed) JOSHUA J RUSSO

Title COORDINATOR

Signature (Electronic Submission)

Date 07/16/2010

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By

ACCEPTED

ELG 8-4-10

JAMES A AMOS
Title SUPERVISOR EPS

Date 07/31/2010

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

2010

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 **

AUG 05 2010

Additional data for EC transaction #89722 that would not fit on the form

32. Additional remarks, continued

600'FSL 660'FEL
Sec. 3-T18S-R32E
Lea County, New Mexico
NMNM-036852

Paul Evans has given us clearence to remove the contaminated surface soil