

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 Dr.  
Santa Fe, NM 87505

Form C-103  
June 19, 2008

|   |  |   |
|---|--|---|
| SUNDRY NOTICES AND REPORTS ON WELLS<br>(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) |  | WELL API NO.<br>30-025-30009  |
| 1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>  |  | 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 2. Name of Operator<br>Mack Energy Corporation  |  | 6. State Oil & Gas Lease No.<br>VB-1250   |
| 3. Address of Operator<br>P.O. Box 960 Artesia, NM 88210  |  | 7. Lease Name or Unit Agreement Name<br>Palomino State  |
| 4. Well Location<br>Unit Letter C 330 feet from the North line and 1650 feet from the West line<br>Section 36 Township 17S Range 35E NMPM County Lea  |  | 8. Well Number<br>1   |
| 11. Elevation (Show whether DR, RKB, RT, GR etc.)<br>3,899' GR  |  | 9. OGRID Number<br>013837   |
|   |  | 10. Pool Name or Wildcat<br>Vacuum; Grayburg San Andres   |

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

|   |   |  |  |
|---|---|--|--|
| NOTICE OF INTENTION TO:                                 |   | SUBSEQUENT REPORT OF:                            |  |
| PERFORM REMEDIAL WORK <input type="checkbox"/>          | PLUG AND ABANDON <input type="checkbox"/> | REMEDIALWORK <input type="checkbox"/>            | ALTERING CASING <input type="checkbox"/> |
| TEMPORARILY ABANDON <input type="checkbox"/>            | CHANGE PLANS <input type="checkbox"/>     | COMMENCE DRILLING OPNS. <input type="checkbox"/> | P AND A <input type="checkbox"/>         |
| PULL OR ALTER CASING <input type="checkbox"/>           | MULTIPLE COMPL <input type="checkbox"/>   | CASING/CEMENT JOB <input type="checkbox"/>       |  |
| DOWNHOLE COMMINGLE <input type="checkbox"/>             |   |  |  |
| OTHER: Recompletion <input checked="" type="checkbox"/> |   | OTHER: <input type="checkbox"/>                  |  |

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.

Mack Energy Corporation proposes to re-complete this well. Set a CIBP w/ 35' cement cap @ 4810' (top of San Andres). Perforate @ 3536-3698' and attempt to produce in the Seven Rivers formation.

Spud Date:

1/30/2008

Rig Release Date:

2/21/2008

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 10-21-2010

Type or print name Jerry W. Sherrell

E-mail address: jerrys@mackenergycorp.com

PHONE: 575-748-1288

For State Use Only

APPROVED BY:

Conditions of Approval (if any):

**Denied**

DATE

OCT 25 2010

HOBBS, ARTESIA, AZTEC, SANTA FE NMOCD DISTRICT OFFICE

~~C-104~~ DENIAL NOTICE

10/25/10  
(Date of Denial)

Donna Mull  
(Contact person)

15757  
393-6161 x115  
(Phone)

Operator Mack Energy Corp

OGRID 13837

Well Name Palomino State

API Number 30-025-30009

Pool Code \_\_\_\_\_

Your recent form C-~~104~~<sup>103</sup> for the above well is hereby rejected for the following reason(s):

C-103 Subsequent Report with complete casing and cement data not received

C-103 Subsequent Report with Completion Report not received

C-105 not received or incomplete

~~C-101 and C-102 not in agreement as to completion information~~

Logs not received

Part 5.9 violations (Specifically \_\_\_\_\_)

Directional/Deviation Survey required

C-102 that shows the results of the Directional Drill Survey and resulting bottom hole location

NSL/NSP not approved

C-104 omitted information

Section I information (name, address, OGRID, etc.)

Section II information (surface location)

Section IV information (well completion data)

- Spud date
- Ready date
- TD
- PBTD
- Perfs
- Hole size, casing/tubing size, depth set, sacks cement

Section V information (well test data)

- Box Number \_\_\_\_\_

Signature \_\_\_\_\_ Printed Name and Title \_\_\_\_\_ E-mail Address \_\_\_\_\_ Date \_\_\_\_\_ Phone \_\_\_\_\_

Other C-144 CLEZ

The well completion identified above has not been granted an allowable to produce. This well completion shall not be produced until the New Mexico Oil Conservation Division issues an approved C-104. This will not take place until all of the items noted above are addressed to the NMOCD's satisfaction.