

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

New Mexico Oil Conservation Division, District
1625 N. Federal Drive
Hobbs, NM 88249

MAR 30 2011

HOBBSD

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

I Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator

Mack Energy Corporation

3. Address and Telephone No.

P.O. Box 960 Artesia, NM 88211-0960

(575) 748-1288

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

SW/4 SE/4, Sec. 29 T15S R30E

5. Lease Designation and Serial No.

NMNM-119274

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

#4

Peery Federal Wolfcamp TB

9. API Well No.

3000520333

10. Field and Pool, or Exploratory Area

Little Lucky Lake; Wolfcamp

11. County or Parish, State

Chaves, NM

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

TYPE OF SUBMISSION

☐ Notice of Intent
☒ Subsequent Report
☐ Final Abandonment Notice

TYPE OF ACTION

☐ Abandonment
☐ Recompletion
☐ Plugging Back
☐ Casing Repair
☐ Altering Casing
☒ Other

Onshore Order 7

☐ Change of Plans
☐ New Construction
☐ Non-Routine Fracturing
☐ Water Shut-Off
☐ Conversion to Injection
☐ Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13 Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work)*

Name (s) of formation (s) producing water on the lease Little Lucky Lake; Wolfcamp

Amount of water produced from each formation in barrels per day

1122

A water analysis of produced water from each zone showing at lease the total dissolved solids, ph, and concentration of chlorides and sulfates.

Attached

How water is stored on lease

Fiberglass Tank

How water is moved to disposal facility

pipeline

Operator's name, well name and location, by 1/4 1/4, 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

Peery SWD #4

NE/4 NE/4 Sec 29-T15S-R30E

Disposal Permit

SWD-581-A

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

Signed David R. Glass

Title Production Clerk

Date 11/11/10

(This space for Federal or State office use)

Approved by DAVID R. GLASS

Title PETROLEUM ENGINEER

Date MAR 23 2011

Conditions of approval, if any:

CONDITIONS OF APPROVAL

See instruction on Reverse Side

ENTERED IN
AFMSS

BUREAU OF LAND MANAGEMENT

Roswell Field Office

2909 West Second Street

Roswell, New Mexico 88201

575-627-0272

**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. Any on-lease open top storage tanks shall be covered with a wire screen to prevent entry by birds and other wildlife.
6. This approval should not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.
7. 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 for wells in Chaves or Roosevelt County if you have not already done so.