

Submit 3 Copies To Appropriate District

Office

District I

1625 N. French Dr., Hobbs, NM 88241

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

Form C-103

June 19, 2008

RECEIVED

APR 06 2011

HOBBSOCD

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO. / 30-025-30009
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> /
6. State Oil & Gas Lease No. VB-1250
7. Lease Name or Unit Agreement Name Palomino State
8. Well Number 1
9. OGRID Number 013837
10. Pool Name or Wildcat Vacuum; Grayburg San Andres
11. Elevation (Show whether DR, RKB, RT, GR etc.) 3,899' 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 ☒ Gas Well ☐ Other ☐

2. Name of Operator
Mack Energy Corporation

3. Address of Operator
P.O. Box 960 Artesia, NM 88210

4. Well Location
Unit Letter C 330 feet from the North line and 1650 feet from the West line
Section 36 Township 17S Range 35E NMPM County Lea

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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☒
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPLETIONS ☐
DOWNHOLE COMMINGLE ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIALWORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: ☐

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.

1. Notify OCD 24 hours prior to starting plugging operations. *RIH drill out CIBP @ 3500' - RIH TO 4450' @ 8% SPOT 25 SX CMT - POH TO 3480' spot 30 SX CMT WOL/IN*
2. ~~1.~~ Set 25sx Class C plug from 3220-3120' (Base of Salt). Tag.
3. ~~2.~~ Set 25sx Class C plug from 1940-1840' (Top of Salt). Tag.
4. ~~3.~~ Set 50sx Class C plug from 450-0' (Cover surface shoe) *PERF & SQ @ 450' - CIRC CMT TO SURFACE*
5. ~~4.~~ Install Dry Hole Marker.

Note: Circ well with salt gel mud consisting of at least 9.5# brine with 25 pounds of gel per barrel after the bottom plug is set.

The Oil Conservation Division Must be notified
24 hours prior to the beginning of plugging operations.

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 4/5/11

Type or print name Jerry W. Sherrell

E-mail address: jerrys@mec.com

PHONE: 575-748-1288

For State Use Only

APPROVED BY

[Signature]

TITLE

STAFF MGR

DATE

4-12-2011

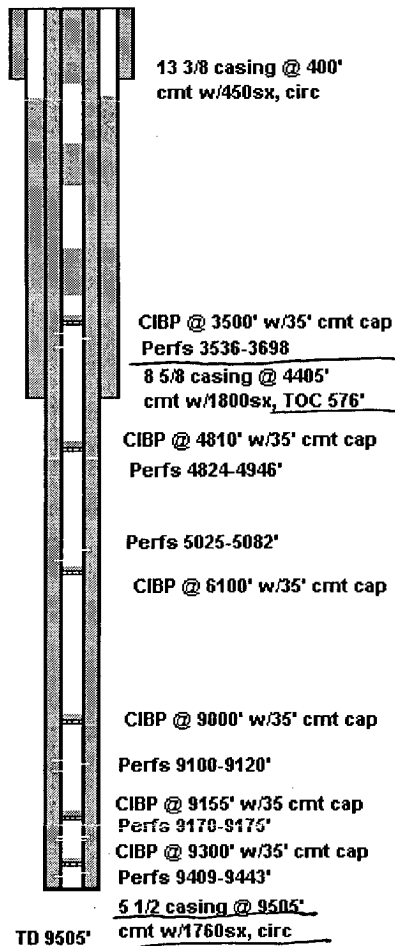
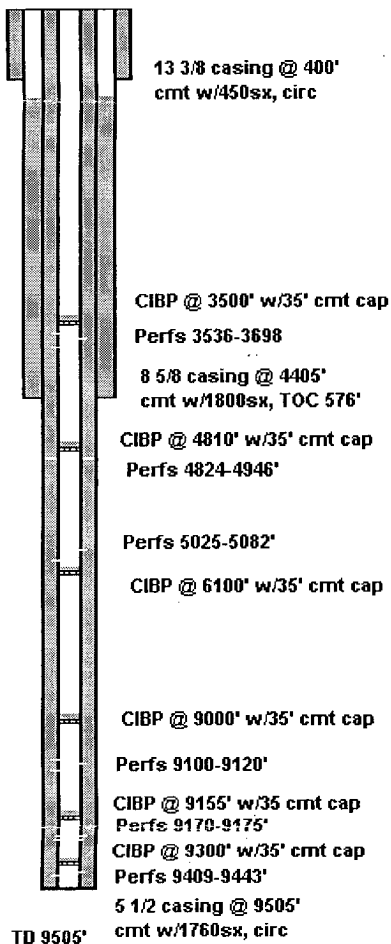
Conditions of Approval (if any):

**Mack Energy Corporation
Palomino State #1 30-025-30009**

Before

After

Proposed



50sx plug from 450-0'
Cover surface shoe

25sx plug from 1940-1840'
cover top of salt, Tag

25sx plug from 3220-3120'
Cover base of salt, Tag