RECEIVED FORM APPROVED UNITED STATES Form 3160-5 Budget Bureau No 1004-0135 PEB 03 200 DEPARTMENT OF THE INTERIOR FEB 03 200 BUREAU OF LAND MANAGEMENT (June 1990) Expires March 31,1993 5 Lease Designation and Serial No NMLC029406B HOBESING NOTICES AND REPORTS ON WELLS 6 If Indian, Allottee or Tribe Name 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 7 If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE I Type of Well Oil Well 8 Well Name and No. 2 Name of Operator Grace Mitchell B Federal #5 Mack Energy Corporation 9 API Well No 3 Address and Telephone No 30-025-00470 (575)748-1288 P.O. Box 960, Artesia, NM 88211-0960 10 Field and Pool, or Exploratory Area 4 Location of Well (Footage, Sec , T R , M. or Survey Description) Maljamar; Grayburg San Andres 11 County or Parish, State Unit H Sec-5-T17S-R32E 1980 FNL 660 FEL CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12 TYPE OF SUBMISSION TYPE OF ACTION Change of Plans Notice of Intent Abandonment Recompletion New Construction Subsequent Report Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Final Abandonment Notice Altering Casing Conversion to Injection Change of Operator 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 )\* As required by 43 CFR 3100.0-5(a) and 43 CFR 3162.3 we are notifying you of a change of operator on the above referenced lease. Mack Energy Corporation, as new operator, accepts all applicable terms, conditions, stipulations and restrictions concerning operations conducted on the lease or portion of lease described. Mack Energy Corporation meets federal bonding requirements as follows (43 CFR 3104): Bond Coverage: S/WBLM Bond File No.: NMB000286 The effective date of this change: 14 I hereby certify that the foregoing is true and correct 2009 1/15/09 Production Clerk (This space for Federal or State office use) BUREAU OF LANDOMANAGEMENT Title Approved by Conditions of approval, if any

or representations as to any matter within its jurisdiction

Title 18 U S C Section 1001, makes 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