

United State Department of the Interior

BUREAU OF LAND MANAGEMENT

Roswell Resource Area

P.O. Drawer 1857

Roswell, New Mexico 88202-1857

Statement Accepting Responsibility for Operations

Operator name: Mack Energy Corporation
Street or box : P.O. Box 960
City, State : Artesia, NM
Zip Code, : 88211-0960

The undersigned accepts all applicable terms, conditions, stipulations, and restrictions concerning operations conducted on the leased land or portion thereof, as described below:

Lease No.: LC-054988-B Jenkins B Federal #10

Legal Description of land: Sec 20-T17S-R30E NE/4 NW/4

Formation(s) (if applicable): Loco Hills Paddock

Bond Coverage: (State if individually bonded or another's bond)
Individually Bonded

BLM Bond File No.: 58 59 88

Authorized Signature: Matt J. Brewer
Matt J. Brewer

Title: Geological Engineer

Date: 05/18/1999