

Production Phase

| Mitchell Battery | | |
|------------------|-------------|--|
| S/T 2 | S/T 3 | |
| F1 Closed | F1-2 Closed | |
| D1 Closed | D1-2 Closed | |
| E1 Open | E2 Open | |
| S1 Closed | S1-2 Closed | |
| F2 Open | F3 Open | |
| D2 Open | D3 Open | |
| S2 Closed | S3 Closed | |

Sales Phase

| Grace Mitchell Federal Battery | | |
|--------------------------------|-------------|--|
| S/T 2 | S/T 3 | |
| F1 Open | F1-2 Open | |
| D1 Open | D1-2 Open | |
| E1 Closed | E2 Closed | |
| S1 Closed | S1-2 Closed | |
| F2 Closed | F3 Closed | |
| D2 Closed | D3 Closed | |
| S2 Open | S3 Open | |

MACK
Energy Corporation



0
Grace
Mitchell
Federal
#8


This Lease is subject to the all Security plan for southeast New Mexico operations.

The Plan is Located at :

Mack Energy Corporation
P.O. Box 980
Artesia NM 88211-0960

Mack Energy Corporation
Grace Mitchell Federal Tank
Battery
SW/4 SE/4
Section 5 T17S R32E

Grace Mitchell Federal Lease

A photograph of an industrial facility, likely a water treatment plant, under a clear blue sky. In the foreground, there is a large, flat, brownish-grey area that appears to be a dry pond or a large storage tank. In the middle ground, there are several large, cylindrical storage tanks. On the left, there are three large, dark-colored tanks with a metal walkway and stairs leading up to them. On the right, there is a single, tall, yellow cylindrical tank. The background shows a flat, arid landscape with some distant structures and a clear horizon.

Grace Mitchell B Fed #8

District I
1625 N. French Dr., Hobbs, NM 88240
Phone:(575) 393-6161 Fax:(575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone:(575) 748-1283 Fax:(575) 748-9720
District III
1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170
District IV
1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

QUESTIONS

Action 99904

QUESTIONS

| | |
|--|---|
| Operator: MACK ENERGY CORP P.O. Box 960 Artesia, NM 882110960 | OGRID: 13837 |
| | Action Number: 99904 |
| | Action Type: [UF-FAC] TB Registration (TB-REG) |

QUESTIONS

| | |
|---|----------------------------|
| Facility Details <i>Please answer all of the questions in this group.</i> | |
| Name of the facility | Grace Mitchell B 8 Battery |
| Date the facility was opened | 06/09/2010 |
| Depth to ground water, if known | Not answered. |

| | |
|--|----|
| Verification | |
| Does the operator have other facilities with a matching name | No |
| Are there other facilites located within approximately 50 feet | No |

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ACKNOWLEDGMENTS

Action 99904

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| | |
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ACKNOWLEDGMENTS

| | |
|-------------------------------------|--|
| <input checked="" type="checkbox"/> | I certify that I am authorized to register a facility on behalf of the responsible operator. |
| <input checked="" type="checkbox"/> | I certify that I will notify OCD of any changes of ownership for this facility. |
| <input checked="" type="checkbox"/> | I certify that I will notify OCD when this facility is closed. |