CABAL ENERGY CORPORATION

October 26, 2006



Oil Conservation Division 1625 N. French Drive Hobbs, New Mexico 88240

Subject: Lusk 33 Federal No. 007 30-025-37787 Lea County, New Mexico

Gentlemen:

Please cancel the Application for Permit to Drill on the subject well effective today.

Cabal Energy Corporation will not drill this well at this time.

Thank you for your consideration in this matter.

Sincerely,

CABAL ENERGY CORPORATION

Sandra noules

Sandra Nobles

432-682-0440 432-682-0441 (Fax) e-mail: randell@rkford.com