



RECEIVED

DEC 1 4 2010 HOBBSOCD Post Office Box 960 Artesia, NM 88211-0960 Office (575) 748-1288 Fax (575) 746-9539

October 26, 2010

Graham Ranch Attn: Mike Davis P. O. Box 1117 Lovington, NM 88260

Re:

Release of Location

TP State #1 30-025 - 38582

Sec. 15 T16S R36E 470 FSL & 2310 FWL

Mack Energy Corporation has requested that the NMOCD release this location with the understanding all surface requirements are complete. Upon inspection the NMOCD requested the pile of caliche be removed. It is our understanding that Mike Davis(Graham Ranch) as lessee intends to use this caliche for ranch roads and therefore takes responsibility for use or removal.

Sincerely,

MACK ENERGY CORPORATION

Jerry W. Sherrell Production Clerk

JWS/

Mike Davis (575) 396-5446

Scan to file 12/14/2010 MSS