

District I
1625 N. French Dr., Hobbs, NM 88240
Phone:(505) 393-6161 Fax:(505) 393-0720

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

Form C-145
Permit 59437

Change of Operator

Previous Operator Information

OGRID: 20054
Name: SAGE ENERGY CO
Address: 100 N E LOOP 410
Address: SUITE 1300
City, State, Zip: SAN ANTONIO, TX 78216

New Operator Information

Effective Date: 8/31/2007
OGRID: 252496
Name: SHERIDAN PRODUCTION COMPANY, LLC
Address: 9 GREENWAY PLAZA
Address: SUITE 1300
City, State, Zip: HOUSTON, TX 77046

I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information on this form and the certified list of wells is true to the best of my knowledge and belief.

Previous Operator

Signature: [Signature]
Printed Name: Jesse Minor
Title: President

Date: 8-31-07 Phone: 210-404-2828

New Operator

Signature: [Signature]
Printed Name: Randi E Collins
Title: Attorney-in-Fact

Date: 8-31-07 Phone: 713-548-1013

NMOCD Approval

Electronic Signature: Paul Kautz, District 1

Date: September 07, 2007