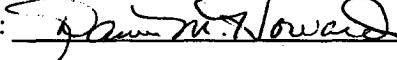
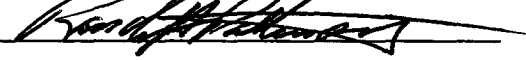
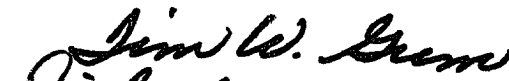


District II1301 W. Grand Ave., Artesia, NM
88210**State of New Mexico**
Energy, Minerals and Natural ResourcesForm C-104A
Permit 12380**Oil Conservation Division****1220 S. St Francis Dr.****Santa Fe, NM 87505****RECEIVED****JUN 25 2005****ODD-ARTESIA****Change of Operator****Previous Operator Information**OGRID: 21355
Name: SOUTHWEST ROYALTIES INC
Address: 6 Desta Drive
Address: Suite 2100
City, State, Zip: Midland, TX 79705**New Operator Information**Effective
Date: 02/01/2005
OGRID: 25575
Name: YATES PETROLEUM CORPORATION
Address: 105 South Fourth St.
Address: _____
City, State, Zip: Artesia, NM 88210

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 OperatorSignature: 
Printed
Name: DAWN M. HOWARD
Title: OPERATIONS ASSISTANT
Date: 6/17/05 Phone: 432/688-3267**New Operator**Signature: 
Printed
Name: Randy G. Patterson
Title: Attorney-in-Fact
Vice President Exploration & Production
Date: 6/22/05 Phone: 505-748-1471Dagger Draw A #2 API #30-015-21863
Unit H of Section 17-T19S-R25E
Eddy County, New Mexico
District II Supervisor**JUL 11 2005**