

DESIGNATION OF AGENT

The undersigned is, on the records of the New Mexico Oil Conservation Division ("NMOCD"), Operator of the Salmon #1 Well, API #3004507904, and the Cassidy #1 Well, API #3004507967 (the "Wells"), located in San Juan County, New Mexico and hereby designates:

Name: McElvain Oil & Gas Properties, Inc.
Address: 1050 17th Street, Suite 1800
Denver, CO 80265-1801

as its agent, with full authority to act on its behalf in complying with the terms of the NMOCD rules and regulations applicable thereto with respect to plugging and abandonment of the Wells

It is understood that this Designation of Agent does not relieve Operator of responsibility for compliance with the terms of any leases or agreements related to the Wells or the oil and gas operating regulations

In case of default on the part of the designated agent, the Operator will make full and prompt compliance with all regulations, lease terms, or orders of the applicable governmental authorities.

This designation is given only to enable the agent herein designated to plug and abandon the Wells. Unless sooner terminated, this designation shall terminate when the designated agent receives from the NMOCD an accepted and approved plugging and abandonment Sundry Notice for the Wells.

EXECUTED this 6th day of December, 2007.

Gerry G. Thames, Operator

Gerry G. Thames

RCVD DEC 11 '07
OIL CONS. DIV.
DIST. 3