

District 1

1625 N. French Dr., Hobbs, NM  
88240

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

Form C-104A  
Permit 11639

Change of Operator

Previous Operator Information

OGRID: 220420  
Name: ARENA RESOURCES, INC  
Address: 4920 S Lewis  
Address: Suite 107  
City, State, Zip: Tulsa, OK 74105

New Operator Information

Effective Date: 06/01/2005  
OGRID: 230835  
Name: RUTHCO OIL, LLC  
Address: PO Box 121  
Address:  
City, State, Zip: Eunice, NM 88231

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: Phillip W. Terry  
Printed Name: PHILLIP W. TERRY  
Title: PETROLEUM ENGINEER  
Date: 6/2/05 Phone: 918-747-6060

New Operator

Signature: Joshua L Ruth  
Printed Name: Joshua L Ruth  
Title: OWNER  
Date: 6/2/05 Phone: 505-631-0437

NMOCD Approval

Electronic Signature: Chris Williams, District I

Date: June 30, 2005