

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

District II
1301 W. Grand Ave., Artesia, NM 88210
Phone:(505) 748-1283 Fax:(505) 748-9720

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 67285

Change of Operator

Previous Operator Information

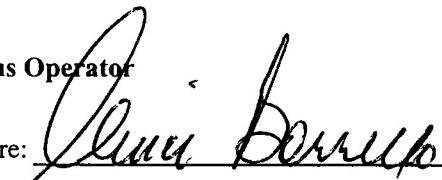
OGRID: 236040
Name: LOTHIAN OIL TEXAS I, INC.
Address: 200 N. LORAIN ST
Address: SUITE 400
City, State, Zip: MIDLAND, TX 79701

New Operator Information


Effective Date: 12/1/2007
OGRID: 236183
Name: TANDEM ENERGY CORPORATION
Address: P.O. BOX 1559
Address: _____
City, State, Zip: MIDLAND, TX 79702

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: 
Printed Name: VINCE BORNEILLO
Title: PRESIDENT
Date: 1/10/2008 Phone: 432-686-2618

New Operator

Signature: 
Printed Name: Mickey Cunningham
Title: Vice President
Date: 1-10-2008 Phone: 432-686-7136

NMOCD Approval

Electronic Signature: Paul Kautz, District 1
Electronic Signature: Carmen Reno, District 2
Date: May 28, 2008

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MAR 18 2008

HOBBS OCD

ChangeOp Comments

OGRID: [236040] LOTHIAN OIL TEXAS I, INC.
Permit Number: 67285
Permit Type: ChangeOp

Created By	Comment	Comment Date
DPHILLIPS	Four wells require additional bonding. Please go to your PERMIT and click on VIEW WELLS AFFECTED BY CHANGE. You will see an amount required next to each well. A bond for each well is required. Questions? Call me (505) 476-3461	4/23/2008
DPHILLIPS	A well appears on your financial assurance list as requiring bonding 30-015-31232. Please go to our website and click on OCD ONLINE and then E-Permitting and then FINANCIAL ASSURANCE then put in your OGRID or NAME and then CLICK on GET REPORT. You will see the well. Change of Operator cannot be approved as long as any wells appear in the violations box. Questions? Call me 505-476-3461.	5/8/2008