

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 77371

Change of Operator

Previous Operator Information

OGRID: 2175
Name: BETTIS BOYLE & STOVALL, INC.
Address: P.O. BOX 1240
Address:
City, State, Zip: GRAHAM, TX 76450

New Operator Information

Effective Date: 6/1/2008
OGRID: 4378
Name: CHI OPERATING INC
Address: P. O. BOX 1799
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: [Signature]
Printed Name: KIM LIGON
Title: REGULATORY ANALYST
Date: 7/10/08 Phone: 940-549-0780

New Operator

Signature: [Signature]
Printed Name: William R. Bergman
Title: President
Date: 7/17/08 Phone:

NMOCD Approval

Electronic Signature: Carmen Reno, District 2
Date: July 18, 2008