

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 21629

Change of Operator

Previous Operator Information

OGRID: 194930
Name: CABAL ENERGY CORPORATION
Address: 415 W WALL
Address: SUITE 1700
City, State, Zip: MIDLAND, TX 79701

New Operator Information

Effective Date: 12/1/2005
OGRID: 163645
Name: JEM ENERGY, LLC
Address: 26 EAST COMPRESS RD.
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 Operator

Signature: Randall K. Ford
Printed Name: Randell K. Ford
Title: President
Date: 1/20/06 Phone: (432) 682-0440

New Operator

Signature: Jack Matthews
Printed Name: Jack Matthews
Title: MAN. Member
Date: 1-20-06 Phone: (505) 748-2859

RECEIVED

JAN 24 2006

ODD-ARTESIA

NMOCD Approval

Electronic Signature: Carmen Reno, District 2

Date: February 07, 2006