

SUPERVISOR, OIL AND GAS OPERATIONS:

DESIGNATION OF OPERATOR

The undersigned is, as the records of the Bureau of Land Management, holder of oil and gas lease

DISTRICT LAND OFFICER, CLOVIS, NEW MEXICO

Serial No.: 089068

and hereby designates

NAME: Neil E. Wills

Address: Box 329

Carlsbad, New Mexico

as his operator and legal agent, with full authority to act in his behalf in complying with the terms of the lease and regulations applicable thereto and on whom the supervisor or his representative may serve written or oral instructions in securing compliance with the Oil and Gas Operating Regulations with respect to (describe acreage to which this designation is applicable):

All of Section 1, T. 20 S., R. 20 E., N. M. P. M.
containing 640.80 acres more or less.

It is understood that this designation of operator does not relieve the lessee of responsibility for compliance with the terms of the lease and the Oil and Gas Operating Regulations. It is also understood that this designation of operator does not constitute an assignment of any interest in the lease.

In case of default on the part of the designated operator, the lessee will make full and prompt compliance with all regulations, lease terms, or orders of the Secretary of the Interior or his representative.

The lessee agrees promptly to notify the oil and gas supervisor of any change in the designated operator.

John Mc Nealon

July 1968
(Date)

John Mc Nealon
(Signature)