

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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OCT 31 2011

DESIGNATION OF OPERATOR

The undersigned is, on the records of the Bureau of Land Management, holder of lease Farmington Field Office
Bureau of Land Management.

STATE OFFICE: New Mexico
SERIAL NO.: NM NM 107357

RCVD JAN 30 '12
OIL CONS. DIV.

and hereby designates

NAME: Texas Allied Petroleum, Inc.
ADDRESS: 515 Congress Ave., Suite 2525
Austin, Texas 78701

DIST. 3

as his operator and local 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 authorized officer may serve written or oral instructions in securing compliance with the Operating Regulations (43 CFR 3160) with respect to (describe acreage to which this designation is applicable):

E/2 NE/4 Sec. 11 and NW/4 Sec. 12, T30N, R16W,
NMPM, San Juan County, New Mexico

Bond coverage under 43 CFR 3104 for lease activities conducted by the above named designated operator is under Bond Number 000827.

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 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, stipulations, or orders of the Secretary of the Interior or his representative.

The lessee agrees promptly to notify the authorized officer of any change in the designated operator.

John B. Somers II
(Signature of lessee)

3860 Carlock Dr.
Boulder, CO 80305
(Address)

Oct. 30, 2011
(Date)

Please comply with NMOCD Rules for Operator Change

This form does not constitute an information collection as defined by 44 U.S.C. 3502 and therefore does not require OMB approval.

ACCEPTED FOR RECORD

NMOCD-

Rule 19.15.9.8 Operator Registration
Rule 19.15.9.9 Change of operator

NOV 07 2011
FARMINGTON FIELD OFFICE
BY [Signature]

NMOCD