

District I1625 N. French Dr., Hobbs, NM
88240**State of New Mexico
Energy, Minerals and Natural Resources**Form C-104A
Permit 11932**Oil Conservation Division****1220 S. St Francis Dr.
Santa Fe, NM 87505****Change of Operator****Previous Operator Information**OGRID: 14372
Name: MCDONNOLD OPERATING INC
Address: 505 N Big Spring
Address: Suite 204
City, State, Zip: Midland, TX 79701**New Operator Information**Effective
Date: 06/01/2005
OGRID: 18687
Name: RALPH C BRUTON
Address: 3500 N Acoma
Address: _____
City, State, Zip: Hobbs, NM 88240

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 OperatorSignature: Craig M. McDonnell
Printed
Name: Craig M. McDonnold
Title: President
Date: 6-15-05 Phone: 432-682-3458**New Operator**Signature: Ralph C Bruton
Printed
Name: RALPH C. BRUTON
Title: OWNER / OPERATOR
Date: 6-14-05 Phone: 505-390-0366**NMOCD Approval**Electronic Signature: Chris Williams, District IDate: September 27, 2005