

District 1
1625 N. French Dr., Hobbs, NM 88240
Phone: (505) 393-6161 Fax: (505) 393-0720

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-104A
Permit 12384

Change of Operator

Previous Operator Information

OGRID: 147179
Name: CHESAPEAKE OPERATING, INC.
Address: PO Box 11050
Address:
City, State, Zip: Midland, TX 79702-8050

New Operator Information

Effective Date: 10/1/2005
OGRID: 225243
Name: HORSESHOE OPERATING INC.
Address: 110 W LOUISIANA
Address:
City, State, Zip: MIDLAND, TX 79701

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: Brenda Coffman
Printed Name: Brenda Coffman
Title: Regulatory Analyst
Date: 10-19-05 Phone: 432 687-2992
Ext. 6032

New Operator

Signature: Word B. Wilson
Printed Name: Word B. Wilson
Title: Vice President
Date: 10-19-05 Phone: 432 683-1448

http://www

NMOCD Approval

Electronic Signature: Paul Kautz, District 1

Date: October 20, 2005

9/2005