

C104A Report

District 1
1625 N. French Dr., Hobbs, NM 88240
Phone: (505) 398-6161 Fax: (505) 398-6720
District 2
1301 W. Grand Ave., Azusa, NM 88210
Phone: (505) 748-1223 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 38850

Change of Operator

Previous Operator Information

OGRID: 212226
Name: PRESTON EXPLORATION, LLC
Address: P.O. BOX 7520
Address:
City, State, Zip: THE WOODLANDS, TX 77387

New Operator Information

Effective Date: 9/1/2006
OGRID: 243432
Name: CORKRAN ENERGY LP
Address: 2219 WESTLAKE DRIVE, SUITE 120
Address:
City, State, Zip: AUSTIN, TX 78746

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: [Signature]
Printed Name: Tim Dyer
Title: Operations Manager
Date: 10/2/06 Phone: (281) 367-8697

New Operator

Signature: [Signature]
Printed Name: DENNIS CORKRAN
Title: PRESIDENT
Date: 10/2/06 Phone: 712-329-6140

NMOCD Approval

Electronic Signature: Chris Williams, District 1
Electronic Signature: Carmen Reno, District 2
Date: September 29, 2006