

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

Form C-145
Permit 56172

Oil Conservation Division

1220 S. St Francis Dr.

Santa Fe, NM 87505

Change of Operator

Previous Operator Information

OGRID: 221710
Name: YESO ENERGY, INC.
Address: P.O. BOX 8280
Address: 3103 YESO
City, State, Zip: ROSWELL, NM 88202

New Operator Information

Effective Date: 6/1/2007
OGRID: 250384
Name: KERNS PETROLEUM, INC.
Address: 1777 NE LOOP 410, SUITE 930
Address:
City, State, Zip: SAN ANTONIO, TX 78217

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: H.E. Gene Lee
Printed Name: H.E. GENE LEE
Title: President
Date: 6/27/2007 Phone: 505-626-4292

New Operator

Signature: Ceci Wallen
Printed Name: Ceci Wallen
Title: Land Mgr.
Date: 6/26/07 Phone: 210-825-7881

NMOCD Approval

Electronic Signature: Paul Kautz, District 1

Date: July 17, 2007

ChangeOp Comments

OGRID: [221710] YESO ENERGY, INC.

Permit Number: 56172

Permit Type: ChangeOp

Created By	Comment	Comment Date
DPHILLIPS	Additional bonding required for well that has not produced in 24 months - 30-025-20356. Amount required \$8,559.	6/27/2007