

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

**APPLICATION OF SYNERGY OPERATING,
LLC, FOR COMPULSORY POOLING,
SAN JUAN COUNTY, NEW MEXICO.**

**CASE NO. 13,486
ORDER NO. R-12,376**

NOTICE OF RESCISSION OF FARMOUT AGREEMENT

2006 FEB 3

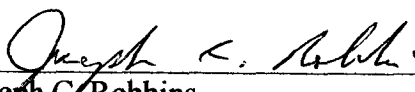
Joseph C. Robbins hereby unequivocally and irrevocably rescinds the Farmout Agreement dated May 31, 2005, between Synergy Operating, LLC, Patrick Hegarty, Principal, and Joseph C. Robbins (the Farmout) on the following grounds:

1. Joseph C. Robbins was coerced into granting the Farmout by misrepresentations made to him by Patrick Hegarty.
2. Joseph C. Robbins entered the Farmout in reliance on material statements made by Patrick Hegarty that are now known to be false.
3. Rescission is appropriate as the Farmout remains executory since Synergy Operating, LLC, has not substantially completed performance. Joseph C. Robbins, therefore, revokes and rescinds the Farmout.
4. Service of this Notice has been made to Synergy Operating, LLC, Patrick Hegarty, Principal, through its attorney of record, James Bruce, and constitutes sufficient notice to Synergy Operating, LLC.

Accordingly, Joseph C. Robbins requests the New Mexico Oil Conservation Division to take notice that the above-referenced Farmout is hereby rescinded.

Respectfully Submitted,

Dated: Jan. 26, 2006


Joseph C. Robbins
2136 N. Lakeshore Drive
Chapel Hill, North Carolina 27514