



Ray Powell, M.S., D.V.M.
COMMISSIONER

State of New Mexico
Commissioner of Public Lands

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December 5, 2014

PPC Operating Company LLC
10355 Centreparke Drive, Suite 100
Houston, TX 77043

R: 4522
C: 4935

Attn: Ms. Jackie Mancuso

Re: Resignation/Designation of Successor Unit Operator
Rhodes Yates Unit
Lea County, New Mexico

RECEIVED OSD
2014 DEC 10 PM 1:10

Dear Ms. Mancuso:

We are in receipt of your resignation/designation of successor unit operator, wherein Smith & Mars, has resigned as unit operator of the Rhodes Yates Unit and designated PPC Operating Company LLC as the successor unit operator.

The Commissioner of Public Lands has approved the resignation of Smith & Mars, and the designation of PPC Operating Company LLC as the successor unit operator of this unit.

In accordance with this approval, PPC Operating Company LLC is now responsible for all operations and the reporting of all production from the unit effective October 1, 2012.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

RAY POWELL, M.S., D.V.M
COMMISSIONER OF PUBLIC LANDS

BY:
TERRY WARNELL, Director
Oil/Gas and Minerals Division
RP/TW/sk
xc: Reader File
OCD-Santa Fe, Attn: Mr. Daniel Sanchez
TRD-Attn: Ms. Joan Ishimoto