



1798

PATRICK H. LYONS  
COMMISSIONER

*State of New Mexico*  
*Commissioner of Public Lands*

310 OLD SANTA FE TRAIL  
P.O. BOX 1148  
SANTA FE, NEW MEXICO 87504-1148

COMMISSIONER'S OFFICE

Phone (505) 827-5760

Fax (505) 827-5766

www.nmstatelands.org

March 27, 2007

Palisades Asset Holding Co., LLC  
223 W. Wall, Suite 825  
Midland, Texas 79705

Attn: Mr. Dan Parkhurst

Re: Resignation/Designation of Successor Unit Operator  
Rock Queen Unit  
Chaves County, New Mexico

Dear Mr. Parkhurst:

We are in receipt of your resignation/designation of successor unit operator, wherein Caprock Exploration, Inc., has resigned as unit operator of the Rock Queen Unit and designated Palisades Asset Holding Co., LLC as the successor Unit Operator.

The Commissioner of Public Lands has this date approved the resignation of Caprock Exploration, Inc., and the designation of Palisades Asset Holding Co., LLC as the successor unit operator of this unit. Our approval is subject to like approval by the New Mexico Oil Conservation Division and the Bureau of Land Management.

This change in operators is effective February 1, 2006. In accordance with this approval, Palisades Asset Holding Co., LLC is now responsible for all operations and the reporting of all production from the unit.

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

PATRICK H. LYONS  
COMMISSIONER OF PUBLIC LANDS

BY:  
JAMI BAILEY, Director  
Oil/Gas and Minerals Division  
(505) 827-5744

RP/JB/jm  
xc: Reader File  
TRD-Attn: Mr. Valdean Severson  
OCD-Attn: Mr. David Catinach  
BLM Roswell-Attn: Mr. John Simitz

2007 MAR 30 PM 12:28

**-State Land Office Beneficiaries -**

Carrie Tingley Hospital • Charitable Penal & Reform • Common Schools • Eastern NM University • Rio Grande Improvement • Miners' Hospital of NM • NM Boys School • NM Highlands University • NM Institute of Mining & Technology • New Mexico Military Institute • NM School for the Deaf • NM School for the Visually Handicapped • NM State Hospital • New Mexico State University • Northern NM Community College • Penitentiary of New Mexico • Public Buildings at Capital • State Park Commission • University of New Mexico • UNM Saline Lands • Water Reservoirs • Western New Mexico University