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PATRICK H. I **COMMISSIONER**

2008, BUG 12 PM 2 55 State of New Mexico Commissioner of Public Lands

COMMISSIONER'S OFFICE

Phone (505) 827-5760 Fax (505) 827-5766 www.nmstatelands.org

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August 7, 2008

SDX Resources, Inc. P.O. Box 5061 Midland, Texas 79704

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Attn: Mr. Chuck Morgan

Re: Resignation/Designation of Successor Unit Operator Northwest Artesia Unit Eddy County, New Mexico

Dear Mr. Morgan:

We are in receipt of your resignation/designation of successor unit operator, wherein SDX Resources, Inc. has resigned as unit operator of the Northwest Artesia Unit and designated Lime Rock Resources A, L.P. as the successor unit operator.

The Commissioner of Public Lands has this date approved the resignation of SDX Resources, Inc. and the designation of Lime Rock Resources A, L.P. as the successor unit operator of this unit.

This change in operators is effective June 1, 2008. In accordance with this approval, Lime Rock Resources A, L.P. 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 PL/JB/im xc: Reader File OCD-Santa Fe, Attn: Mr. Ed Martin TRD-Attn: Ms. Valdean Severson cc: Lime Rock Resources-Attn: Ms. Debra Sandefer

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