

District I
1625 N. French Dr., Hobbs, NM
88240

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-104A
Permit 10932

Change of Operator

Previous Operator Information

OGRID: 161968
Name: MESQUITE SWD, INC
Address: PO Box 1479
Address:
City, State, Zip: Carlsbad, NM 88221

New Operator Information

Effective Date: 01/01/2005
OGRID: 210091
Name: DKD, LLC
Address: PO BOX 682
Address:
City, State, Zip: TATUM, NM K

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: Chay Wilson
Printed Name: CHAY L WILSON
Title: V.P.
Date: 1/1/05 Phone: 505-825-3996

New Operator

Signature: Danny R Watson
Printed Name: DANNY R WATSON
Title: Prod.
Date: 1/1/05 Phone: 505 398-3490

MAY 16 2005

PETROLEUM ENGINEER

