

Ballot

The undersigned, as a non-operator under that certain Operating Agreement dated February 20, 1980 by and between Cal-Mon Oil Company, as operator and Atlantic Richfield Company, as non-operator, covering SE/4, S/2 SW/4, NE/4 SW/4 Section 16, Township 16 South, Range 35 East, Lea County, New Mexico, hereinafter referred to as "JOA", hereby votes to remove Pride Energy Company, ("Pride"), P.O. Box 701602 Tulsa, OK 74170-1602 as operator.

The undersigned owner also votes in favor of E.G.L. Resources, Inc. ("EGL") P.O. Box 10888, Midland, Texas 79702 as the successor operator.

By its execution of this ballot, EGL agrees to takeover operations under the JOA pursuant to the terms and conditions thereof.

As a condition of this ballot EGL shall charge an overhead rate as shown in the JOA \$450 for the producing well rate.

Agreed and accepted to this the 2nd day of September 1999, but shall be effective as of September 1, 1999 at 7:00 AM.

Working Interest Owner

By 

Name:

RANDY WHITE / LOIN ENERGY CORPORATION

Title:

VP

E.G.L. Resources, Inc.


W. Wesley Perry, President