DESIGNATION OF AGENT FOR UNIT OPERATIONS

Pennzoil Company, Unit Operator of the Mescalero Ridge Unit Area, hereby designates William N. Beach as its agent to perform all duties and assume all responsibilities and hereby grants to the said William N. Beach all the rights, powers and privileges to act on behalf of Unit Operator under the terms of the Mescalero Ridge Unit Agreement and Mescalero Ridge Unit Operating Agreement, both dated December 1, 1960, insofar as the same cover and pertain to the oil, gas and other hydrocarbon substances in and under the following described lands in Lea County, New Mexico:

Township 19 South, Range 34 East, N.M.P.M.

Section 20: NWa

This Designation shall remain in effect until revoked by the Unit Operator.

PENNZOIL COMPANY

DATE:

January 25, 1980

H. W. Hollingshead, Jr. By: Agent and Attorney-in-Fact