

"Efficiency, Accuracy and Reporting automation."

Texas' Midenergy Operating on choosing EnergySys

**Norbert Csaszar in conversation with
David Petherick, Head of Marketing...**



*Norbert Csaszar, President,
Midenergy Operating LLC*

"Your role at Midenergy Operating LLC is that of President. What does your day look like?"

As President my typical day is spent ensuring first that normal in-house operations are being monitored and progressing. After that I typically attend to planning future operations and proofing reports to partners and working interest owners. Often I will be involved in evaluating and negotiating new asset acquisitions. Finally, I typically have documents and communications to review regarding our numerous non-operated oil and gas interests.

Midenergy Operating is primarily responsible for operating a number of oil and gas assets in the Permian Basin. In addition, Midenergy Operating manages a variety of non-operated interests in the same areas. The staff at Midenergy Operating is indispensable as they work on all aspects of the operations every day and it remains a 24/7 endeavour. We are lucky to have very experienced and dedicated staff members in Midland.

Typically, Midenergy and its affiliates will have half a dozen active projects in any given month.

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For the benefit of those not familiar with Texas, what are your main assets, and how do they operate?

Midenergy Operating LLC operates assets on behalf of its parent which is generally organized under group called Lobo Baya LLC out of Houston, Texas. The group manages private oil and gas partnerships and since 2006 we have been focused mainly on acquiring, developing and selling assets that are in oil plays. Our largest focus and the area where Midenergy Operating is doing most of its development work is the wide-ranging and prolific Wolfberry oil play located in the Midland Basin of West Texas.

In the US and the Permian of Texas all our assets are operated under what we call a Joint Operating Agreement. This is similar to many industry standard agreements one finds throughout the world. Each asset has a unique JOA which Midenergy as Operator of Record will adhere to for drilling and then producing the leases that make up each asset.

Who are your main partners, and who are your customers?

Midenergy's customers are the investors in our private oil and gas partnerships. The majority of our investors are private individuals but we also manage on behalf of some institutional investors.

Can you describe the special issues and complexities you have to deal with, operating in the west Texas Permian Basin?

The Permian Basin in particular, and Texas in general, are oil and gas operator friendly. That said, as with any oil and gas operation in the onshore United States we spend considerable time ensuring the safety of operations and on compliance issues regulated by the Texas Railroad Commission.

How did you first hear about EnergySys?

I found EnergySys on the web when I was searching for software that would enable me to simplify my oil and gas allocation processes. As my number of wells began growing, the task of allocating production

between wells and leases based on manual estimates between actual well tests became overwhelming. I believe and hope that EnergySys, once up and running, will greatly enhance our efficiencies around not only allocation but also reporting.

What was the stand-out feature that made you sit up and pay attention?

Allocation. Accurate allocation. Cloud based storage and access to information.

How did you evaluate the offering from EnergySys?

I challenged EnergySys to show me the allocation logic on my largest lease that had six wells all producing to a single battery. I had manual allocations for about six months and I compared how EnergySys auto allocation compared to, and continued that data set.

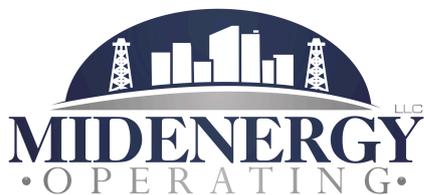
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What was the key argument or benefit that persuaded you to choose EnergySys?

One was the allocation logic. Second I like the idea of building something web based that I or any of my employees could operate. Last, it does not seem like a big heavy software system that sits on a server and requires a lot of attention and maintenance.

You'll be using our Allocation product - what are the main benefits you foresee?

1. Efficiency
2. Accuracy
3. Reporting automation



For further information,
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