

HINKLE, COX, EATON, COFFIELD & HENSLEY,
L.L.P.

ATTORNEYS AT LAW

400 PENN PLAZA, SUITE 700 POST OFFICE BOX 10
ROSWELL, NEW MEXICO 88202
(505) 622-6510 FAX (505) 623-9332

LEWIS C. COX, JR. (1924-1993)
CLARENCE E. HINKLE (1901-1985)

OF COUNSEL
O. M. CALHOUN*
JOE W. WOOD
ROBERT D. TAICHERT
WYATT H. HEARD*

STANLEY K. KOTOVSKY, JR.
ELLEN S. CASEY
MARGARET CARTER LUDEWIG
S. BARRY PAISNER
WYATT L. BROOKS*
DAVID H. RUSSELL*
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JAMES A. GILLESPIE
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JAMES H. WOOD*

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GIANNA M. MENDOZA
DAVID B. LAWRENZ
ANNE MARIE TURNER
KENNETH E. WESTON*
JULIA JOPLIN SWALLOW
CHRISTINE M. LANDAVAZO
REBECCA A. ZUSCHLAG
ROCKY S. LAWDERMILK*

*NOT LICENSED IN NEW MEXICO

October 29, 1998

Charles C. High, Jr.
Kemp, Smith, Duncan & Hammond, P.C.
1900 Norwest Plaza
P.O. Box 2800
El Paso, TX 79901

Via Fax and First Class Mail
Fax No. (915) 546-5360

Re: *Hallwood - OCD Case Nos. 12,055 & 12,056*

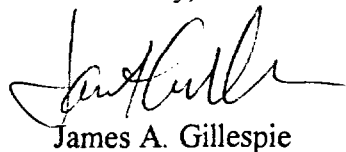
Dear Charlie:

This letter is to follow up on our telephone conversation yesterday regarding a telephonic hearing on the discovery issues pending in the above referenced matters. You told me that you were scheduled to be out of town today but that you would be available on Friday after 9:00 a.m. I relayed that information to the OCD (Mr. David Catanach, Hearing Examiner) and he has scheduled our hearing for 1:00 p.m. (MST) on Friday, October 30, 1998. Mr. Catanach's office will initiate the conference call.

By copy of this letter I will also notify Mr. Catanach that you will be available at telephone number (915) 546-5360 and that I will be available at (505) 622-6510.

If you have any questions, or if your schedule has changed, please let me know as soon as possible.

Very truly yours,
Hinkle, Cox, Eaton, Coffield
& Hensley, L.L.P.


James A. Gillespie

/s/

cc: Mr. David Catanach
Fax No. (505) 827-8177

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FAX (512) 457-0507