

STATE OF NEW MEXIC
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
ARTESIA DISTRICT OFFICE

GARY E. JOHNSON
GOVERNOR

JENNIFER SALISBURY
CABINET SECRETARY

July 10, 1997

Penwell Energy, Inc.
600 North Marienfield, Suite 1100
Midland, Tx. 79701

Re: **Well Placed In Pool**

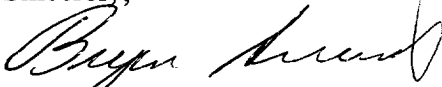
Gentlemen:

As the result of Division Order R-10822 the following described well has been placed in the pool shown below. This change in nomenclature has been made in our files. Please change your records to reflect the proper pool name effective March 1, 1997. All subsequent reports must show this nomenclature until further notice.

Pierce Crossing; Bone Spring, East Oil Pool
Ore Ida "14" Federal #7
Unit J , Section 14, Township 24 South, Range 29 East, NMPM
Poolcode: 96473

Transporters are advised, by copy of this letter, to change their records to reflect the pool name as established by this order.

Sincerely,



Bryan Arrant
District Geologist

cc: Navajo Refining Company
El Paso Natural Gas Company
Mae
Well File✓
Santa Fe
BLM