New Mexico

Energy, Minerals and Natural Resources Department

Oil Conservation Division Artesia District Office

Gary E. Johnson Governor Jennifer Salisbury Cabinet Secretary

December 1, 1998

Hallwood Petroleum, Inc. P.O. Box 378111 Denver Colorado 80237

Re:

Well Placed in Pool

Gentlemen/Madams:

As the result of Division Order R-11067, the following described gas 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. All subsequent reports must show this nomenclature until further notice.

Avalon; Strawn Gas Pool

Ocotillo Hills #2

Unit G, Section 21, Township 21 South, Range 26 East, NMPM

Poolcode: 71080

Transporters are advised by copy of this letter, to change their records to reflect the pool name as established by this order, effective May1, 1998.

Sincerely,

Bryan Arrant

District Geologist

Cc:

LG&E Energy Marketing

Scurlock Permian LLC

Santa Fe

Mae

Well File -