ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON GOVERNOR OIL CONSERVATION DIVISION ARTESIA DISTRICT OFFICE

JENNIFER SALISBURY

October 31, 1995

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

Re: Well Placed In New Pool

Gentlemen:

As the result of Division Order R-10489 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. All subsequent reports must show this nomenclature until further notice.

Loving; Morrow; North (Gas) Pool Kelly "5" Com. #1 Unit B, Section 5, Township 23 South, Range 28 East, NMPM Poolcode: 80695

Transporters are advised, by copy of this letter, to change their records to reflect the pool name as established by this order, effective November 1, 1995.

Sincerely,

Buyn Anen)

Bryan Arrant District Geologist

cc: Llano, Inc. Pride Pipeline Company Santa Fe Mae Well File