STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION ARTESIA DISTRICT OFFICE

GARY E. JOHNSON GOVERNOR JENNIFER SALISBURY CABINET SECRETARY

May 12, 1997.

Mallon Oil Company P.O. Box 3256 Carlsbad, N.M. 88220

Re:

Well Placed In Pool

Ruger Arrey)

Gentlemen:

As the result of Division Order R-10787 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.

Carlsbad; Morrow, South Gas Pool Black River 10 Federal Com. #1 Unit E, Section 10, Township 24 South, Range 26 East, NMPM Poolcode: 73960

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, 1996.

Sincerely,

Bryan Arrant

District Geologist

cc: El Paso Natural Gas

Mae Well File / Santa Fe BLM