

New Mexico
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
ARTESIA DISTRICT OFFICE

GARY E. JOHNSON
Governor

JENNIFER SALISBURY
Cabinet Secretary

September 3, 1998

Penwell Energy, Inc.
600 North Marienfeld
Suite 1100
Midland, TX. 79701

Re: **Well Placed In Pool**

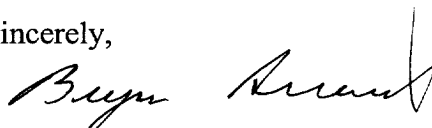
Gentlemen/Madams:

As the result of Division Order R-11013, 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.

Rustler Bluff; Atoka Gas Pool
Chimayo Unit#1
Unit O, Section 8, Township 25 South, Range 29 East, NMPM
Poolcode: 84355

Transporters are advised by copy of this letter, to change their records to reflect the pool name as established by this order, effective August 1, 1998.

Sincerely,


Bryan Arrant
District Geologist

Cc: LG & E Pipeline
Mae
Santa Fe
Well file /
BLM