LAWRENCE L. BEASON

OF COUNSEL TO: CLAYCOMBE & KING 2424 ALLIANZ FINANCIAL CENTRE 2323 BRYAN ST. LB 159 DALLAS, TEXAS 75201 ATTORNEY AT LAW
416 N. PACIFIC
MINEOLA, TEXAS 75773

TELEPHONE: (214) 569-2627 TELECOPY: (214) 569-9674

Julo 31, 1991

PEC.

Oil Conservation Division State of New Mexico P.O. Drawer DD Artesia, New Mexico 88210

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ARTESH OF SE

RE: Change of Operator McClain Ranch No. 1 DeBaca County, New Mexico

Gentlemen:

Enclosed please find the original and four copies of Form C-104 (Change of Operator) that we request be filled and approved by your division for the above described lease. We understand that the Well Bond has previously been approved.

Please return a copy of your approval to 436 North Pacific, Miseola, Texas 75773.

Very truly yours.

Laurena L. Beason

Lawrence L. Beason

LLB/ms Enclosure

cc: Esperanza Energy Corporation Suite 210, 17400 Dallas Parkway Dallas, Texas 75252 Artn: J.T. Langford