Sirgo Operating, Inc.

P. O. Box 3531, Midland, Texas 79702 (915) 685-0878

October 6, 1989

Cecilia Johnson Bureau of Land Mgmt P.O. Box 1778 Carlsbad, NM 88220 Andy Cortez Bureau of Land Mgmt P.O. Box 1157 Hobbs, NM 88240 Evelyn Downs NMOCD P.O. Box 1980 Hobbs, NM 88241

Re: J.H. McClure "B" No. 19 Sec. 19, T24S, R38E Unit J, 1650 FSL 1980 FEL Lea County, New Mexico NM-10189

After a phone conversation with Mr. Cortez, Trisha Moore with Hondo Gil & Gas called and informed us of a well on the above mentioned property that had been overlooked. Hondo bought this property from Arco and in turn sold it to Sirgo-Collier, Inc., now named Sirgo Operating, Inc. effective April 1, 1988. At the time of purchase Hondo did not know about this well, therefore did not inform us. The McClure "B" No. 19 has been Temporarily Abandoned since June of 1973.

I am sending to you a Sundry Notice showing the change of operator effective April 1, 1988.

If there are any questions concerning this matter please give us a call at 915/685-0878.

Sincerely,

Bonnie Atwater Production Technician

cc: Trisha Moore Hondo Oil & Gas Co. P.O. Box 2208 Roswell, NM 88202