TEXLAND PETROLEUM, INC.

EXPLORATION AND PRODUCTION 500 THROCKMORTON, SUITE 3100 FORT WORTH, TEXAS 76102-3818

AREA 817 336-2751

March 1, 2000

New Mexico OCD - District I 1625 N. French Hobbs, New Mexico 88240

> Re: Change of Oil Well Operator Davis Lease (009588), Well #1 Hobbs; Blinebry, East (31700) Lea County, New Mexico

Ladies & Gentlemen,

Enclosed please find form C-104 in quintuplicate to change the operator of the above mentioned well from Regency Petroleum Company of New Mexico (OGRID #019009) to Texland Petroleum-Hobbs, L.L.C. (OGRID #113315).

Also attached is Texland's plugging bond (#588074) for the Davis #1 in the amount of \$7,500. At this time I would like to request that Regency's plugging bond be mailed back to them at:

Regency Petroleum Company of New Mexico 5525 N. McArthur Blvd., Suite 155 Irving, Texas 75038-2615

If there are any questions, or if further information is required, please contact me at the address and telephone number cited in the letterhead.

Sincerely,

Bennet

Sarah Bennett Regulatory Technician

C-104, Change of Oil Transporter.wpd