



September 4, 2001

New Mexico Oil Conservation Division  
P.O. Box 1980  
Hobbs, New Mexico 88240

Re: Change of Operator  
Mexico Federal "P" #1 Well  
Section 21, T-26-S, R-35-E  
API #03-025-22405  
Lea County, Texas

Gentlemen,

Pursuant to New Mexico Conservation Division change of operator process requirements, I am writing to advise you that Heritage Standard Corporation has acquired 100% of the working interest in the above referenced well. Please find enclosed an original and one copy of form C-104A. This well is located on Bureau of Land Management lease number NMNM 044921 A. The well is being acquired from the current owner of the operating rights Falcon Engineering Company, Inc. 401 W. Sheridan, Suite 200W, Oklahoma City, Oklahoma 73102.

Please process this notice at your earliest convenience. If you have any questions regarding this matter please do not hesitate to contact me.

Sincerely

A handwritten signature in black ink that reads "Gary L. Todd". The signature is stylized with a large, flowing "G" and "T".

Gary L. Todd  
Land Manager

GLT  
Enc.

**HERITAGE STANDARD CORPORATION**

3131 Turtle Creek Blvd. • Suite 1200 • Dallas, Texas 75219 • (214) 526-8118 • Fax (214) 522-7182