

June 24, 2011 Update

April revenue statements and checks went out this week. Following below is the text of a letter that is being sent with them that addresses a number of issues with regard to revenue distributions. We are currently working to improve the systems and procedures that have led to the discrepancies that we have identified with regard to prior revenue distributions and statements. We hope to accomplish these improvements over the course of the next revenue cycle.

Our first priority remains continuing operations in the field in an appropriate and sensible manner. We have been somewhat hampered in our efforts by a lack of well files and we continue to discover conditions that require improvement. We have been asking Jason Halek for background and assistance on various points, but it increasingly appears that he will not be able to assist us with gaps in records and that there will be some differing of views on operational matters.

At the same time, we will be working to comply with all of the requirements imposed upon a Chapter 11 Debtor by the Bankruptcy Code. These requirements include the filing a number of reports in the form required by the United States Trustee (UST) that provide transparency as to our efforts and operations, and we would encourage any interested party to monitor the docket in this bankruptcy case.

Also, on Friday, June 17, 2011, the UST convened the 341 Meeting in Fort Worth, Texas. After Jason Halek, the Debtor's former principal, did not appear, and learning that a number of working interest owners had not received notice of the date, the UST rescheduled the 341 Meeting. **The rescheduled 341 Meeting will take place on July 27, 2011 at 9:00 a.m., at the Fritz G. Lanham Federal Building, 819 Taylor Street, Room 7A24, Fort Worth, TX 76102.**

It appears that there are a number of potential creditors beyond those already scheduled by Halek Energy, LLC, and that the present accounting systems are unable to produce summary reports sufficient to answer the many questions that potential creditors may have concerning their claims. We plan to file an amended schedule identifying additional creditors and their claim amounts. However, if you believe that you were owed money by the Debtor prior to April 1, 2001, you may file a proof of claim with the Office of the Clerk of the Bankruptcy Court using the form that is also being posted on this website. The address of the Bankruptcy Clerk's Office is: 501 W. Tenth Street, Fort Worth, Texas, 76102. For more information regarding filing a proof of claim in person, please call the Office of the Bankruptcy Clerk at 817-333-6600, or visit the Bankruptcy Court's website at <http://www.txnb.uscourts.gov>. The deadline for creditors to file a proof of claim is July 28, 2011. You do not need a lawyer to file a proof of claim.