



DIVISION OF
CORPORATION FINANCE

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

July 16, 2010

Mr. Mark Morrison
Chief Executive Officer and President
Hallmark Financial Services, Inc.
777 Main Street, Suite 1000
Fort Worth, TX 76102

**Re: Hallmark Financial Services, Inc.
Form 10-K
Filed March 25, 2010
File No. 001-11252**

Dear Mr. Morrison:

We have completed our review of the above filing and have no further comments at this time.

Sincerely,

Gus Rodriguez
Accounting Branch Chief