STATE OF NEW MEXICO OIL CONSERVATION COMMISSION P. O. DRAWER DD ARTESIA, NEW MEXICO

Penros Gil Corporation & R. G. Hamagan

Re: ALLOWABLE CANCELLATION

Gentlemen:

Effective the allowable (s) of the following described well (s) (is)(are) hereby cancelled for failure to file form C-115.

GEDAR LAKE-AND POOL Samedam St.

#1--M, 19-17-31 #2--L, "

Rule 1114 requires these reports to be "postmarked not later than the 24th day of the next succeeding month". The distribution is specified on the form. Allowables will be reassigned upon receipt of form C-115.

Very truly yours.

M. L. Armstrong

Supervisor, District #2

CC: OCC Santa Fe

Transporter *

TNM