



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

December 1, 1987

Penroc Oil Corporation
P.O. Box 5970
Hobbs, NM 88241

Attention: M. Y. Merchant, President

Administrative Order SD-87-1

Dear Mr. Merchant:

Per your application dated November 20, 1987, Penroc Oil Corporation is hereby authorized to simultaneously dedicate a previously approved 320-acre non-standard gas spacing and proration unit (Division Administrative Order NSP-559, dated August 28, 1961) comprising the N/2 of Section 20, Township 23 South, Range 37 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico, to your J.C. Johnson Wells No. 4 and 5 located in Units D and C, respectively, of said Section 20.

Sincerely,

A handwritten signature in dark ink, appearing to read "William J. Lemay", written over a horizontal line.

WILLIAM J. LEMAY
Director

cc: OCD - Hobbs
NMO&GEC
Order File: NSP-559