OIL CONSERVATION COMMISSION P. O. BOX 2088 SANTA FE. NEW MEXICO 87501

March 17, 1972

Penroc Oil Corporation P. O. Drawer 831 Midland, Texas 79701

Attention: Mr. H. B. Wigzell

Administrative Order NSL-541

Gentlemen:

Reference is made to your application for approval of an unorthodox wildcat gas well location to test the Morrow Sand for your Dero-Federal Well No. I, located 660 feet from the East line of Section 35, Township 19 South, Range 28 East, NMPM, Eddy County, New Mexico:

By authority granted me under the provisions of Rule 104 F of the Commission Rules and Regulations, the above-described unorthodox location is hereby approved.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/GMH/esr

cc: Oil Conservation Commission - Artesia Oil & Gas Engineering Committee - Hobbs United States Geological Survey - Roswell