PENROC OIL CORPORATION Angell Ranch No. 1 Eddy County, New Mexico Energy and Minerals Department Oil Conservation Division Page 3.

gas per day. It is beleived that action is warrented based on the facts presented and made quite evident by the well performance shown on the decline curve.

Very truly yours,

PENROC OIL CORPORATION

Alli Þ.C Talley Sterling/

President

SJT:msr

Attachments