

PENROC Oil Corporation

P. O. DRAWER 831 • MIDLAND, TEXAS • 79701

Telephone (915) 683-1861 RECEIVED

July 17, 1978

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O. C. C.
ARTESIA, OFFICE

Re: Allied B Comm. #1
Penlon Bone Spring
Section 27, T20S, R27E
Eddy County, New Mexico

New Mexico Oil Conservation Commission
P. O. Drawer DD
Artesia, New Mexico 88210

Attention Mr. Bill Gressett

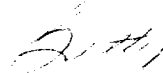
Dear Bill:

The captioned well had been shut in for nearly four months, we put it back on production in April 1978. The allowable was cancelled effective 5/1/78. We discussed this by phone 5/3/78 and you suggested that when the well went on production at a steady rate that I submit a C-116. At this time it still is very erratic, we have to shut in for build-up and flow a few days, the well is producing less than 15 days/month, however we do need an allowable. Enclosed is a C-116 requesting reinstatement, hopefully by the November testing period we will get a more accurate test.

Thank you for your help.

Yours very truly,

PENROC OIL CORPORATION



Betty Eyer, Production Clerk

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