



600 C & K PETROLEUM BUILDING
POST OFFICE DRAWER 3546
MIDLAND, TEXAS 79702
(915) 683-3311

May 18, 1982

Mr. Kenneth Medlock *682-7316*
Pennzoil Company
P.O. Box 1828
Midland, Texas 79702

RE: C&K Petroleum - Exxon Federal Com. #2
White City (Penn) Field
Eddy County, New Mexico

Mr. Medlock:

C&K again proposes the drilling of the subject well to an approximate depth of 12,000 feet in an attempt to establish Morrow production. The new and re-worked location for this well is:

1400' FSL and 1650' FEL Section 17, T-24-S, R-26-E

We have just received archaeological clearance for this location and if you have no objection to the drilling of this well, please so indicate by signing in the space provided below and returning one copy of this letter.

Respectfully yours,

Louis S. Torrans, Jr.
Louis S. Torrans, Jr.
Land Manager

Location accepted and approved
on this 16th day of June, 1982

Pennzoil Company

By: Paul L. Bruce

JUN 11 1982