MIDLAND, TEXAS 79704 . TELEPHONE STEPMUTUAL 2-7316

January 14, 1966

Shell Oil Company Wilco Building Midland, Texas

Attention: Production and Engineering Departments

Re: Pennzoil Gulf State No. 1 660' FSL & 660' FEL, Section 32, T-16-S, R-34-E, Lea County, New Mexico

Gentlemen:

The captioned wildcat test was drilled to 14,603' in barren Devonian. It is located approximately 1-1/4 miles south and 1/2 mile east of the nearest producing well in the Kemnitz Field and approximately 7/8 mile south of the nearest acreage dedicated to the Kemnitz Field.

We have requested a 40 acres allowable from the New Mexico Oil and Gas Conservation Commission. The granting of this allowable will necessitate the Commission's establishing a new pool designation to be known as the South Kemnitz Upper Wolfcamp Pool.

Our well was drilled primarily as a Devonian wildcat and resulted in a pumping Wolfcamp discovery which may or may not prove to be top allowable or commercial as production progresses. It is respectfully requested that your company indicate that you have no objection to the establishment of of this proposed new pool designation by affixing your signature in the space provided, and return one signed copy to the New Mexico Oil and Gas Conservation Commission in Hobbs, New Mexico and one copy to our office at the captioned address.

Jan 17 11 23 MM 66

Page No. 2 Shell Oil Company January 14, 1966

Thank you for your assistance and cooperation in this matter.

Yours very truly,

PENNZOIL COMPANY

John W. Higgins Chief Geologist

JWH/mlm

Enclosures

APPROVED: On this \_\_\_\_\_ day of January, 1966.

SHELL OIL COMPANY

By: A Sluder