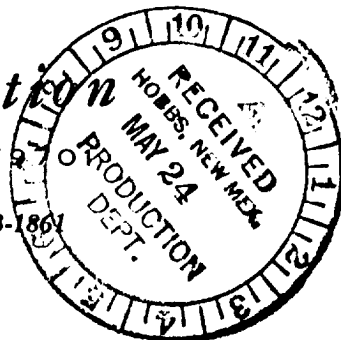


PENROC Oil Corporation

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

Telephone (915) 683-1861



May 21, 1971

Re: Penroc Conoco-State No. 1
G 33-18S-38E
Lea County, New Mexico

Gulf Oil Company
P. O. Box 670
Hobbs, New Mexico 88240

Attention: Mr. C. D. Borland
Area Production Manager

Gentlemen;

Gulf Oil Company is an offset operator to a well drilled by Penroc Oil Corporation, the Conoco-State No. 1, at a location 1980' NL and 2130' EL, Section 33, T-18-S, R-38-E, Lea County, New Mexico in the Hobbs Blinebry-Drinkard Field.

This is to request the consent of Gulf to the completion of the above well by Penroc as a dual producer from the Blinebry and Drinkard formations. Please indicate your consent by signing and returning the enclosed copy of this letter.

Very truly yours,

PENROC OIL CORPORATION

H. B. Wigzell
H. B. Wigzell

APPROVED this 25th day
of May, 1971

Gulf Oil Company

By *C. D. Borland*
Area Production Manager

RECEIVED

SEP - 3 1971

OIL CONSERVATION COMM.
HOBBS, N. M.