PENROC Oil Corporation

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

Telephone (915) 683-1861

June 7, 1971

Re: Penroc Conoco-State #1
Unit G, Sec. 33-18S-38E
Lea County, New Mexico

Mr. A. L. Porter, Jr.

New Mexico Oil Conservation Commission
State Land Office Building
Santa Fe, New Mexico 87501

Dear Mr. Porter:

Penroc Oil Corporation has drilled and completed their Conoco-State No. 1 well at a location 1980 FNL and 2130 FEL, Section 33-18S-38E Lea County, New Mexico, in the Hobbs Drinkard Pool.

The New Mexico Oil Conservation Commission spacing rules require that the 80-acre proration unit for a well completed in the Hobbs Drinkard Pool, be within the same cuarter section. Penroc is requesting that the Oil Conservation Commission approve an 80-acre proration unit for the above well consisting of the SW/4 NE/4 and NW/4 SE/4 of Section 33-18S-38E.

The offset operators to this proration unit have been requested to waive their objections to such a non-standard unit and sign waivers from Amoco Production Company, Gulf Oil Corporation, Shell Oil Company, and Continental Oil Company are enclosed.

In addition we enclose a plat showing acreage ownership, wells in the field with producing horizons color-coded and Penroc's requested 80-acre proration unit outlined in yellow. Also enclosed are NMOCC forms C-104 and C-105.

We respectfully request your early consideration of this request.

Very truly yours,

PENROC OIL CORPORATION

H. Brace Wigzell

HBW:mlm Enclosures

RECEIVED

JUN 6 1971 OIL CONSERVATION COMM. HOBES, N. M.