

PENROC Oil Corporation

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

Telephone (915) 683-1861

May 27, 1971

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

Shell Oil Company
P. O. Box 1509
Midland, Texas 79701

Attention Division Production Manager

Gentlemen:

Penroc Oil Corporation is presently completing their Conoco-State No. 1 well drilled at a location 1980' NL and 2130' EL of Section 33, T-18-S, R-38-E, 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 quarter 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 Sec. 33-18S-38E.

This is to request that Shell Oil Company consent to the formation of the 80 acre production unit described above for the Conoco-State No. 1.

Please indicate your response on the copy of this letter and return to Penroc. Thank you.

Very truly yours,

PENROC OIL CORPORATION

H. Brace Wigzell
H. Brace Wigzell

APPROVED: Yes ✓, No .

SHELL OIL COMPANY

By *H. V. Conrad*

Date *6/12/71*

RECEIVED

JUN 8 1971

**OIL CONSERVATION COMM.
HOBBS, N. M.**