

PENROSE PRODUCTION COMPANY  
411 Gulf Building  
Midland, Texas

February 12, 1964

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

ATTENTION: Mr. A. L. Porter, Jr.

RE: Application for Multiple Completion  
Penrose Production Company  
L. G. Warlick No. 2  
Unit B, Section 19, T21S, R37E,  
Lea County, New Mexico

Gentlemen:

Attached hereto is the application for the subject proposed multiple (quad-) completion. Included are diagrammatic sketch, plat, and carbon copies of waiver requests mailed to all offset operators.

In regard to the waivers, we hope to commence drilling before the 20-day waiting period expires. Accordingly, we have asked the offset operators to send the waivers to us and we will forward them to you. We do not anticipate any particular difficulty in this regard inasmuch as the completion we are asking approval for has already twice been approved on the diagonally offsetting Amerada State EC lease (Order No. MC 1253).

You will note that one of the contemplated completion zones in the subject well is the Blinebry. You will also note that the Blinebry pay zone for the proposed 40-acre unit is, for proration purposes, already dedicated to a 160-acre Blinebry unit. The producing well for this unit is our L. G. Warlick No. 1 in Unit A, Section 19, T21S, R37E. If our attempt to make a Blinebry oil completion in the proposed well is successful, we will ask the Commission to approve a 120-acre gas unit for our No. 1 well and will dedicate 40 acres to the Blinebry in our No. 2 well. We shall, of course, have this matter settled to the complete satisfaction of the Commission and offset operators before expecting an allowable assignment to our Warlick No. 2 well Blinebry completion.