

Neville G. Penrose, Inc.
Fair Building
Fort Worth 2, Texas
January 25, 1956

To: N. M. Oil Conservation Commission
Box 2045
Hobbs, New Mexico

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

Re: Neville G. Penrose, Inc. Penrose #1 (formerly Federal Fee)
1980' FNL and 1980' FWL of Sec. 9, T22S, R37E, Lea County N. M.,
in the Brunson Pool. Federal Lease No. 069162 (Las Cruces)

Gentlemen:

In the past there has been considerable confusion among interested parties as to the correct lease and well designation of the above captioned lease.

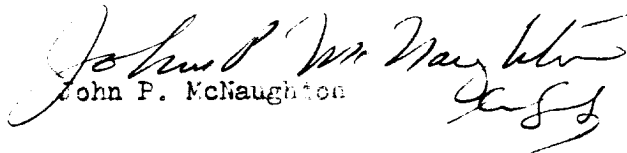
We have obtained approval of the New Mexico Oil Conservation Commission on Form C-110 changing the lease designation from "Penrose Federal" to "Penrose". This is a 40 acre lease being the SE¹/₄ NW¹/₄ Sec. 9.

Beginning February 1, 1956, all material pertaining to this lease and originating with our organization will bear the designation "Penrose #1," instead of "Federal Fee #1".

At the present time this well is carried in the New Mexico Proration Schedule as Neville G. Penrose, Inc.'s Penrose 1-F, 9-22-37.

We trust that the preceding meets with your approval and that you will refer to the Penrose #1 in future correspondence.

Very truly yours,


John P. McNaughton

GMS/mw

cc: Each Interest Owner, Purchaser, Pipeline, NMOC, N. M. Bureau of
Revenue, State Tax Commission & USGS.