

PENROC

Penroc Oil Corporation / P. O. Box 5970 / Hobbs, New Mexico 88241 / Telephone (505) 397-3596 / Telecopier (505) 393-7051

April 19, 1988

New Mexico Oil Conservation Division
State of New Mexico
P. O. Box 2088
Santa Fe, New Mexico 87501

Attn: Mr. David Catanach

Re: Request for Administrative Approval
Application for Authorization to Dispose
Penroc Oil Corporation
Kelly State Well No. 3
SW/4 SW/4 Sec. 16, T23S, R37E
Lea County, New Mexico

Gentlemen:

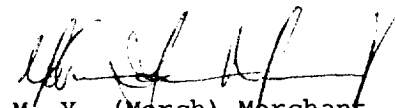
Enclosed is an original and a copy of Form C-108 and necessary details for your review and administrative approval on the captioned.

Please note all off-set operators and surface owners have been notified by certified mail. Also, a copy of proof of publication in the Hobbs News-Sun is included.

An approval at your earliest will be greatly appreciated. Thank you.

Very truly yours,

PENROC OIL CORPORATION



M. Y. (Merch) Merchant
President

MYM/br

Enclosures

CC: NMOCD-Hobbs
File