PENROC

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

January, 13, 1989

NSP-1532

State of New Mexico
Energy, Minerals and Natural Resources Department
P. O. Box 2088
State Land Office Building
Santa Fe, New Mexico 87504

ومربعة

Re: NSPU 280-acres J. C. Johnson Well No. 4 Unit D, Section 20, Township 23 South, Range 37 East Lea County, New Mexico

Gentlemen:

PENROC OIL CORPORATION requests administrative approval for a nonstandard 280-acres proration unit for the captioned.

Earlier by Administrative Order SD-87-1, the well had simultaneous dedication with well no. 5, which is now a 40-acre Jalmat oil well. Also, by Administrative Order No. NSP-559 this well was dedicated 320-acres.

Your early approval of a 280-acres NSPU would be greatly appreciated. By copy of this letter all off-set operators have been informed of this application. Thank you.

> Sincerely, PENROC OIL CORPORATION

Mopannied Janie Merchant

M. Y. Merchant President

MYM/lm Enclosures

CC: Samedan Texaco-Hobbs James L. Evans Arco Chevron OCD - Hobbs