P. O. Box 26124 Albuquerque, New Mexico 87125

JUL 14 1978

Mesa Petroleum Company 1000 Vaughn Building Midland, Texas 79701

Gentlemen:

Your Application for Permit to Drill well No. 1-Adams Federal in the SELSW4 sec. 31, T. 19 S., R. 31 E., N.M.P.M., Eddy County, New Mexico, lease AM-10779-A, to a depth of 12,500 feet to test the Morrow formation in the Potash Area, is hereby approved subject to the attached stipulations.

One copy of the Application is returned herewith. Please notify the District Engineer, Geological Survey, Post Office Drawer U, Artesia, New Mexico, 88210, in sufficient time for a representative to witness all cementing operations. The office phone number is Area Code 505-746-9838.

Sincerely yours,

(ORIG. SGD.) GENE F. DANIEL

Acting Area Oil and Gas Supervisor

Attachment

cc:

Regional Manager, Denver
Mining Branch (2)
BLM, Roswell (w/cy Notice)
NMOCC, Artesia (2) (w/2 cys Notice)
Artesia (w/cy Notice)
Roswell (2) (w cy Notice)
JRoswell (Chrono.)