



IN REPLY REFER TO:

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY  
P. O. Drawer V  
Artesia, New Mexico

March 25, 1963

Mr. H. N. Sweeney  
P. O. Box 1582  
Roswell, New Mexico


Re: New Mexico 05470-C  
Expiring March 31, 1963

Dear Sir:

Your Notice of Intention to Drill well No. 1 Malone Federal (copy attached) in the NE 1/4, sec. 13, T. 19 S., R. 31 E., N.M.P.M., Eddy County, New Mexico to a depth of 2,650 feet to test the Yates formation is hereby approved subject to compliance with the provisions of the Oil and Gas Operating Regulations and subject to the following conditions:

1. Drilling operations so authorized are subject to the attached sheet for general conditions of approval.
2. A daily progress report is to be furnished in duplicate from sand date until completion of the well.
3. Drilling rig must not be moved from well without prior approval from the Survey (30 CFR 221.34c).

Very truly yours,

  
James A. Zinsuf  
District Engineer

P.S. If the lease is to be considered for extension by diligent drilling operations, the lease rental must be timely paid.

JAK:hb