

Sept. 18, 1981

New Mexico Oil Conservation Commission
P.O. Drawer DD
Artesia, New Mexico 88210

RECEIVED

SEP 8 1

OIL
ARTESIA

Re: Estoril Producing Corp.
Calvalcade E & D No. 1
660' FSL & 1930' FSL
Section 7, T-5S, R-24E
Chaves County, New Mexico

Dear Mr. Gressett:

I am writing this letter in regards to an application to drill on the above referenced well. Estoril Producing Corp. has decided to let Stevens Oil Co. out of Roswell, N.M. operate this particular well. But along with the change of operator there will be a different legal location. Stevens Oil Co. has a different scaled location in mind in the SE/4 of this section. This means I need to receive a cancellation on the application to drill on the above well. Stevens Oil Co. will submit their proposed application to drill for this particular tract.

I am sorry for any inconvenience this has caused. If there is any questions regarding this, please call.

Sincerely,

Terry W. Franklin

Terry W. Franklin 392-3212
Agent
Estoril Producing Corp.