



United States Department of the Interior

GEOLOGICAL SURVEY
Conservation Division
P. O. Box 2614
Albuquerque, New Mexico 87126

MAR 10 1979

Estoril Producing Corporation
Suite 1120
Vaughn Building
Midland, Texas 79701

Gentlemen:

Your Application for Permit to Drill well No. 1 Union Federal in the NW1/4 sec. 9, T. 20 S., R. 34 E., Lea County, New Mexico, lease Las Cruces 064194, to a depth of 14,500 feet to test the Siluro-Devonian formation in the Oil Potash area is hereby approved, as amended by stipulations attached to the application.

One copy of the application is returned herewith. Please notify the District Engineer, Geological Survey, Hobbs, New Mexico, in sufficient time for a representative to witness all cementing operations.

Sincerely yours,

(ORIG. SGD.) JAMES W. SUTHERLAND

Area Oil and Gas Supervisor, SAMA

Enclosure

cc: Conservation Manager, Denver
Area Mining Supervisor, Albuquerque (2)
NMOCD, Hobbs (2) ✓
Roswell Area Office (2)
Hobbs District Office