



UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
P. O. Box 1398
Hobbs, New Mexico

July 22, 1957

Sinclair Oil and Gas Company
P. O. Box 1470
Midland, Texas

Re: Lease New Mexico 011327

Gentlemen:

Receipt is acknowledged of "Notice of Intention to Drill" dated July 25, 1957, covering your well No. 2 Federal 7L on the subject leasehold in the NW/4 sec. 17, T. 23 S., R. 36 E., N.M.P.M., Jalmat Pool, Lea County, New Mexico.

Your proposed work is approved subject to compliance with the provisions of the "Oil and Gas Operating Regulations" revised May 25, 1942, copy of which will be furnished you on request, and subject to the following conditions:

1. Drilling operations so authorized are subject to the attached sheet (revised February 1954) for general conditions of approval.
2. Cement behind the 5 $\frac{1}{2}$ " casing must cover the salt section as determined by temperature survey or the salt section must be isolated by use of a two-stage cementing process.

Very truly yours,

H. A. LaFont
District Engineer

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BUREAU OF SURVEY

