ENRONOil & Gas Company

P. O. Box 2267 Midland, Texas 79702 (915) 686-3600

June 1, 1993

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

Attn: Mr. Mark Ashley

RE:

Enron's James Ranch Unit #16

2100' FNL & 990' FEL Section 36-22S-30E

Eddy County, New Mexico EOG's James Ranch Prospect

Gentlemen:

As a follow-up to Enron's filing of the Form C-101 (Application for Permit to Drill) and C-102 (Well Location and Acreage Dedication) forms for the referenced well, enclosed please find copies of certified-return receipts and letters notifying the potash operators who hold potash leases within a radius of one mile of the proposed well of Enron's intent to drill. For your reference we have attached a plat depicting the potash leasehold in the nine sections around the proposed well. A copy of the C-101 and C-102 have been enclosed with the notification letters to these potash lessees. To date Enron has received a letter from IMC Fertilizer, Inc. dated May 18, 1993 and May 4, 1993 from Western Ag-Minerals Company stating they have no objection to the referenced well. Copies of these letters are hereby enclosed.

Please incorporate the enclosed into your permit package.

Sincerely,

ENRON OIL & GAS COMPANY

MELEIVED.

Patrick J. Tower Project Landman

PJT/cl enclosures

xc w/attachments:

Mr. Michael E. Stogner

New Mexico Oil Conservation Division

P. O. Box 2088

Santa Fe, New Mexico 87504

Mr. Ernest Szabo

New Mexico State Land Office

310 Old Santa Fe Trail

Santa Fe, New Mexico 87501

Betty Gildon-Enron Midland

Part of the Enron Group of Energy Companies