45208

State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Ken McQueen Cabinet Secretary

Matthias Sayer Deputy Cabinet Secretary

January 26, 2018

Heather Riley, Division Director **Oil Conservation Division**



BUREAU OF LAND MANAGEMENT ATT: James S. Rutley 620 E Greene Street Carlsbad, NM 88220

STATE LAND OFFICE ATT: Stephen Wust PO BOX 1148 Santa Fe, NM 87505



RE: APPLICATION FOR PERMIT TO DRILL IN POTASH AREA

OPERATOR: ADVANCE ENERGY PARTNERS HAT MESA, LLC

LEASE NAME: MERCHANT STATE UNIT #505H

PROPOSED LOCATION: U/L A Sec 35 T21S R33E 150 FNL 1305 FEL

PROPOSED DEPTH: 21063' MD

Gentleman:

The application for permit to drill identified above has been filed with this office of the New Mexico Oil Conservation Division. Pursuant to the provisions of Oil Conservation Division Order R - 111 - P, please advise this office whether the location is within an established Life-of-Mine-Reserve that are filed with and approved by your office. If not, please advise whether it is within the buffer zone established by the order.

Thank you for your assistance. Please Return as soon as possible.

Very truly yours,

OIL CONSERVATION DIVISION

Paul Kautz

Hobbs District Geologist, District I

RESONSE:

The above referenced location is in LMR (25/5 year) -----Yes_ No 1/ Sold

The above referenced location is within the Buffer Zone------Yes_

Signed	4
Printed Signature	Aubren Dunn
Representing	NMSLO

Susana Martinez Governor

Ken McQueen Cabinet Secretary

Matthias Sayer Deputy Cabinet Secretary

January 26, 2018

BUREAU OF LAND MANAGEMENT ATT: James S. Rutley 620 E Greene Street Carlsbad, NM 88220 STATE LAND OFFICE ATT: Stephen Wust PO BOX 1148 Santa Fe, NM 87505

Heather Riley, Division Director

Oil Conservation Division



RE: APPLICATION FOR PERMIT TO DRILL IN POTASH AREA

OPERATOR: ADVANCE ENERGY PARTNERS HAT MESA, LLC LEASE NAME: MERCHANT STATE UNIT #505H PROPOSED LOCATION: U/L A Sec 35 T21S R33E 150 FNL 1305 FEL PROPOSED DEPTH: 21063' MD

Gentleman:

The application for permit to drill identified above has been filed with this office of the New Mexico Oil Conservation Division. Pursuant to the provisions of Oil Conservation Division Order R – 111 - P, please advise this office whether the location is within an established Life-of-Mine-Reserve that are filed with and approved by your office. If not, please advise whether it is within the buffer zone established by the order.

Thank you for your assistance. Please Return as soon as possible.

Very truly yours,

OIL CONSERVATION DIVISION

Paul Kautz

Hobbs District Geologist, District I

RESONSE:

The above referenced location is in LMR 2018 year)	Yes No
The above referenced location is within the Buffer Zone	YesNo
signed	
Printed Signature JAMES S. RUTCEY	
Representing 25. DOT. BLM. N.M. CFO. SOZIDS . R	2 vicey

Oil Conservation Division • 1625 N. French Drive • Hobbs, New Mexico 88240 Phone (575) 393-6161 • Fax (575) 393-0720 • www.emnrd.state.nm.us/ocd