

VIA CERTIFIED MAIL
Receipt No. P 144 900 283

June 8, 1993

Ernie Szabo
New Mexico State Land Office
P.O. Box 1148
Santa Fe, NM 87504

RE: Schaubauer "4" Well No. 3
Lea County, New Mexico



Dear Mr. Szabo:

By this letter, Mitchell Energy Corporation notifies you that it intends to file an Application for Permit to Drill (APD) with the State of New Mexico Oil Conservation Division for the above referenced well. The proposed location is 660 feet from the south line and 660 feet from the east line of Section 4, Township 20 South, Range 33 East (copy of APD and plat enclosed). According to our record check, this location is within a mile of your potash lease.

Please indicate below whether or not you have any objections to drilling the subject well at the proposed location, and return two copies of this letter to the undersigned. The third copy is for your files.

If you need further information, please contact me at (713) 377-5855.

Very truly yours,

MITCHELL ENERGY CORPORATION

A handwritten signature in cursive script that reads "George Mullen". The signature is written in black ink and is positioned above the typed name.

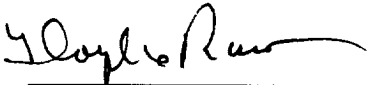
George Mullen
Regulatory Affairs Specialist

GM:mw
APDNOLTR.GM

Scharbauer "4" Well No. 3
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 / "New Mexico State Land Office" has **NO OBJECTION** to this Application.

 "New Mexico State Land Office" **INTENDS TO PROTEST** this Application.

BY: 
Floyd O. Prando
TITLE: Director
Oil, Gas & Minerals Division
DATE: June 16, 1993

Joe MRAZ
6-16-93

GM:mw
APDNOLTR.GM

Enclosures

cc: Ms. Evelyn Downs - OCD - Hobbs
Mr. Michael Stogner - OCD - Santa Fe