

GUIDELINES FOR PROCESSING APD FOR WELL IN POTASH AREA -- R-111-P

BLM approves federal wells in potash area so we do not have to worry about this.

STATE & FEE LEASES

Post to map and if within the potash area outlined on map or within 1 mile of that area do the following:

- 1) Make certain operator has filed a plat of the area showing the potash lessees for the area where the well is located as well as the 1-mile radius referred to.
- 2) Make certain operator has notified all of the potash lessees by certified mail of the APD. They must send copy of delivery notice to us since 20-day waiting period starts from delivery date.
- 3) Send letter to BLM and SLO advising them of this APD and request they advise if this location is within LMR or buffer zone.

BUFFER ZONE -- shallow well is 1/4 mile of LMR  
-- deep well is 1/2 mile of LMR

- 4) If application is within LMR or buffer zone you must DENY it under R-111-P unless, there is a mutual agreement of lessor and lessees of oil & gas and potash interests. Copy of this agreement must be submitted with APD.
- 5) If application is outside LMR or buffer zone and no objection is received within 20 days from date of receipt by potash lessees of certified notice, the APD may be approved.

CHECK LIST FOR PROCESSING APD IN POTASH AREA

OPERATOR: Bass Enterprises Prod Co

LEASE & WELL Hat Mesa 31 State #2-A

LOCATION 31-20s-33e 660/W & 660/E PROPOSED DEPTH 8500'

DATE APD RECEIVED 3/19/99 WAS PLAT OF AREA ATTACHED Yes

WERE ALL POTASH LESSEES NOTIFIED BY CERTIFIED MAIL? \_\_\_\_\_

20-DAY WAITING PERIOD BEGINS \_\_\_\_\_ ENDS \_\_\_\_\_

WERE WAIVERS RECEIVED? Yes

DATE SLO NOTIFIED 3/22/99 DATE REPLY RECEIVED 3/26/99

DATE BLM NOTIFIED 3/22/99 DATE REPLY RECEIVED 3/31/99

IS LOCATION INSIDE LMR OR BUFFER ZONE? YES \_\_\_\_\_ NO \_\_\_\_\_

IF LOCATION INSIDE LMR OR BUFFER ZONE WAS LESSEE/LESSOR AGREEMENT FURNISHED \_\_\_\_\_

DATE APD APPROVED 4/5/99 DATE APD DENIED \_\_\_\_\_

APR 05 1999



STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION  
HOBBS DISTRICT OFFICE

March 22, 1999

POST OFFICE BOX 1980  
HOBBS, NEW MEXICO 88241-1980  
(505) 393-6161

GOVERNOR



BUREAU OF LAND MANAGEMENT  
P.O. Box 1778  
Carlsbad, NM 88221

Att: *Grigg Cranston*

STATE LAND OFFICE  
Attn: Joe Mraz  
P.O. Box 1148  
Santa Fe, NM 87504

RE: APPLICATION FOR PERMIT TO DRILL IN POTASH AREA

OPERATOR Bass Enterprises Production Co

LEASE NAME Hat Mesa 31 State #2-A

PROPOSED LOCATION 31-20s-33e 660/N & 660/E

PROPOSED DEPTH 8500'

Gentlemen:

The application for permit to drill identified above has been filled 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 area 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

*Chris Williams*

Chris Williams  
Supervisor, District I

*by dp*

RESPONSE:

The above-referenced location is in LMR ----- Yes  No

The above-referenced location is within the buffer zone----- Yes  No

Signed \_\_\_\_\_

Date \_\_\_\_\_

Representing \_\_\_\_\_



TRANSACTION REPORT

MAR-22-99 MON 2:13 PM

FOR: OCD HOBBS

15053930720

DATE	START	RECEIVER	TX TIME	PAGES	TYPE	NOTE
MAR-22	2:12 PM	17008859264	46"	1	SEND	OK



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*Chris Williams*

Chris Williams  
Supervisor, District 1

*by dp*

RESPONSE:

The above-referenced location is in LMR ----- Yes  No

The above-referenced location is within the buffer zone----- Yes  No

Signed \_\_\_\_\_

Date \_\_\_\_\_

Representing \_\_\_\_\_



TRANSACTION REPORT

MAR-22-99 MON 2:15 PM

FOR: OCD HOBBS

15053930720

DATE	START	RECEIVER	TX TIME	PAGES	TYPE	NOTE
MAR-22	2:14 PM	17008274739	36"	1	SEND	OK



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(505) 393-6181

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Very truly yours,

OIL CONSERVATION DIVISION

*Chris Williams*

Chris Williams  
Supervisor, District I

by *dp*

RESPONSE:

The above-referenced location is in LMR ----- Yes \_\_\_ No

The above-referenced location is within the buffer zone----- Yes  No \_\_\_

Signed *Grigg Cranston*  
Representing *BLM*

Date 3-29-99

*THE LOCATION IS IN THE 1/4 MILE BUFFER  
OFF MISSISSIPPI POTASH EAST MINE  
THE LOCATION NISBOS MOUNTS 200' EAST  
TO BE OUT OF THE BUFFER*





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Very truly yours,

OIL CONSERVATION DIVISION

*Chris Williams*

Chris Williams  
Supervisor, District 1

*by JP*

RESPONSE:

*3-23-99  
JR MRAZ*

The above-referenced location is in LMR ----- Yes \_\_\_ No

The above-referenced location is within *1/4 mile* the buffer zone ----- Yes  No \_\_\_

Signed *Janie Bailey*  
Representing *SLO*

Date *3/23/99*

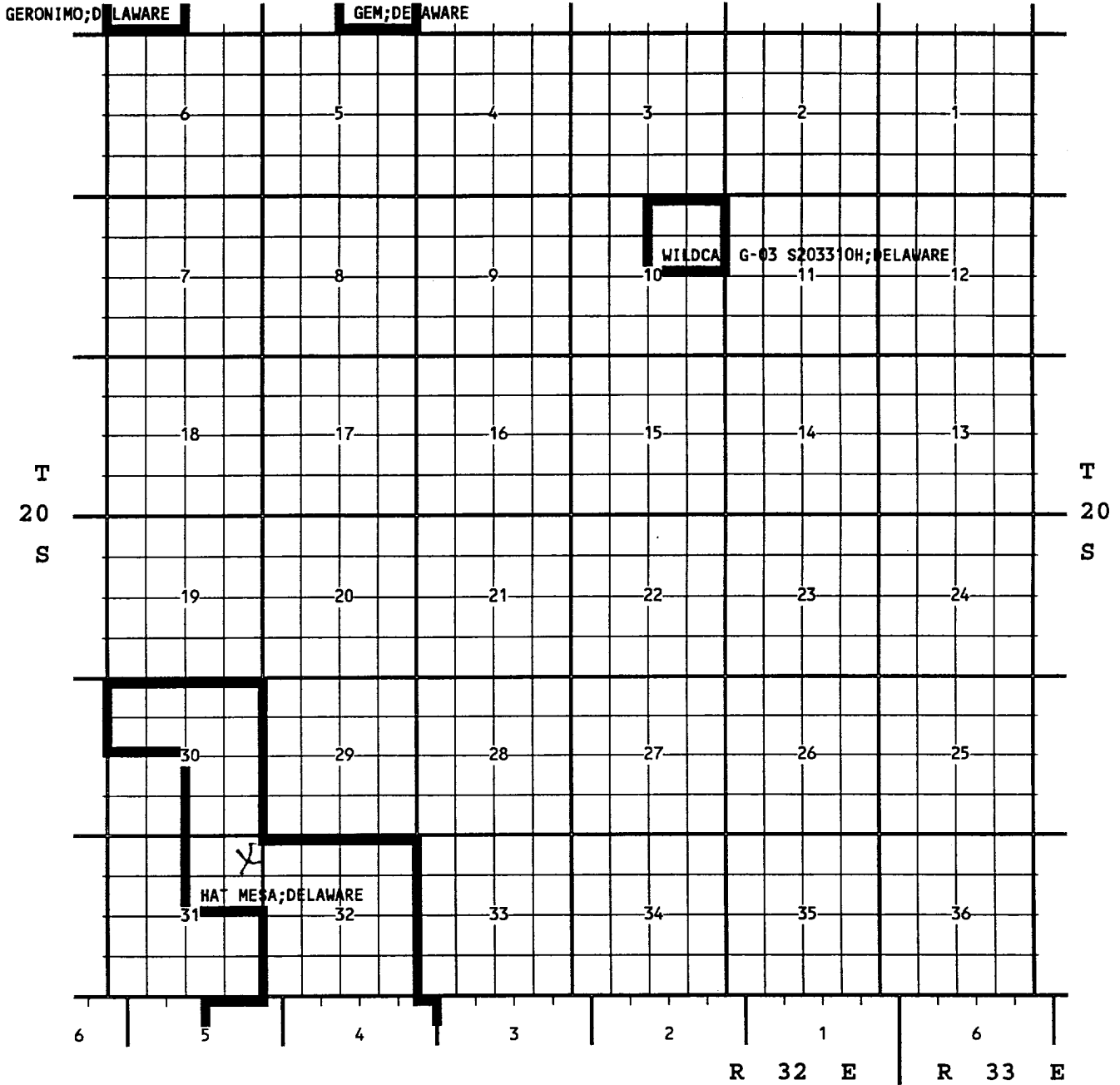


COUNTY: LEA

FORMATION: BRUSHY CAN

TOWNSHIP: 20 SOUTH RANGE: 33 EAST NMPM

R 33 E



GEM;DELAWARE

GERONIMO;DELAWARE

HAT MESA;DELAWARE

WILDCAT G-03 S203310H;DELAWARE

04/06/1998



ELF  
\_\_\_\_\_  
2/21/00  
ABOVE DATE DOES NOT  
INDICATE WHEN  
CONFIDENTIAL LOGS  
WILL BE RELEASED