State of New Mexico Energy, Minerals and Natural Resources Department

Brett F. Woods, Ph D		sailey, Division Director hservation Division	NEW METOO	
June 6, 2014				
BUREAU OF LAND MANAGEMEN ATT: James S. Rutley 620 E Greene Street Carlsbad, NM 88220	Γ	STATE LAND OFFICE ATT: Stephen Wust PO BOX 1148 Santa Fe, NM 87505		
RE: APPLICATION FOR PERMIT	TO DRILL IN POTASH A	REA		
OPERATOR: Yates Petrole	-			
PROPOSED LOCATION: U/L D Sec 14 T21S R33E 15 FNL 490 FWL				
PROPOSED DEPTH: 15811 Gentleman: Characteristic for permit to drill identified Division. Pursuant to the provisions of C the location is within an established Life please advise whether it is within the bu	ed above has been filed with Dil Conservation Division Ord -of-Mine-Reserve that are file	er R – 111 - P, please advise this offi d with and approved by your office:	ice whether	
Thank you for your assistance. Please I	Return as soon as possible.	· · · · ·	-	
Very truly yours,				
OIL CONSERVATION DIVISION				
Paul Kautz Hobbs District Geologist, District I				
RESONSE:			\sim	
The above referenced location is in LMF	R (<u>202</u> 3year)	YesNo	-5-71-	
The above referenced location is within the Buffer ZoneYesYesNo				
Signed To und				
Printed Signature Terry Warnell				
Representing <u>NMSLO</u>				

Susana Martinez Governor

David Martin Cabinet Secretary

Jami Bailey, Division Director Oil Conservation Division



Brett F. Woods, Ph.D. Deputy Cabinet Secretary

June 6, 2014

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: Yates Petroleum Corp

LEASE NAME: Date BTB State Com #005H

PROPOSED LOCATION: U/L D Sec 14 T21S R33E 15 FNL 490 FWL

PROPOSED DEPTH: 15811' MD & 11009' TVD

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 (2014 year)Yes	No
The above referenced location is within the Buffer ZoneYesYes	No
Signed CH Star	
Printed Signature JAMES SI EUTZE	
Representing DOL-BUM NM . CFO. SOULS. RUTUSY	