

State of New Mexico  
Energy, Minerals and Natural Resources Department

Susana Martinez  
Governor

David Martin  
Cabinet Secretary

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

Jami Bailey, Division Director  
Oil Conservation Division



June 30, 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: Cranberry BSU State Com #006H

PROPOSED LOCATION: U/L O Sec 11 T21S R33E 15 FSL 2150 FEL

PROPOSED DEPTH: 15807' MD & 10943' 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 Zone ----- Yes ----- No ☒

Signed

Printed Signature

Representing

US DOI BLM NM CFSOUDS RUTLEY

JUL 16 2014