30-025-42792

New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

David Martin
Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



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

April 30, 2015

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 Corporation

LEASE NAME: Tango BTP State Com #7H

PROPOSED LOCATION: U/L B Sec 36 T20S R33E 200 FNL 2010 FEL

PROPOSED DEPTH: 15190' MD & 10663' 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,

Paul Kautz

Representing N M

OIL CONSERVATION DIVISION

SEP 1 8 2015

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OIL CONSERVATION DIVISION

Paul Kautz Hobbs District Geologist, District I

RESONSE:

The above referenced location is in LMR

-----Yes

No

The above referenced location is within the Buffer Zone-

---Yes

No

Signed.

Printed Signature

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M. CFO. RUZE