



Regulatory Department

API#30-015-40905

December 17, 2012

## CERTIFIED MAIL RETURN RECEIPT 7010 3090 0000 1552 7820

Mosaic Potash Carlsbad, Inc. 1361 Potash Mines Road Carlsbad, NM 88220 Attn: Mr. Dan Morehouse

Re: Chevron U S A, Inc.'s Remuda Basin 24-23-29 STATE Well 1-H, to be located in the NE/NE (Unit A) of Section 24, Township 23 South, Range 29 East ,NMPM, Eddy County, New Mexico

Dear Mr. Morehouse,

Chevron U S A, Inc. plans to drill a Bone Spring test where the surface-hole location is to be in the NE/NE (Unit A) of Section 24-23-29 and drill laterally to a bottom-hole location of the SE/SE (Unit P) of Section 24-23-29.

Per the requirements of R-111-P, please find a copy of the application to drill, which was approved by the Division on 12/13/2012.

Sincerely,

Chesapeake Operating, Inc.

Bryan Arrant

Regulatory Specialist II bryan.arrant@chk.com (Agent for Chevron)

CC: Oil Conservation Division-District II Office

CERTIFIED MAIL RECEPT
(Pomestic Mellion Mellion Receipt Front Idea)

Fordelive minimum ton destrour website as www. respecting

Postage \$

Certified Fee (Endorsement Required)

Restricted Delivery Fee (Endorsement Required)

Total Postage & Fees \$

Sent To Mosaic Potash Calshad Inc.

See Reverse for Instructions