

STEVENS & TULL, INC.

MIDLAND, TEXAS 79702

915/699-1410

P. O. BOX 11005

July 30, 1996

FOR COPY

Mississippi Potash Inc.
P.O. Box 101
Carlsbad, N.M. 88220

IMC Global Operations Inc.
P.O. Box 71
Carlsbad, N.M. 88221

New Mexico Potash Corporation
P.O. Box 610
Hobbs, N.M. 88240

Re: Notification of Change of
Location
Conoco State #1,
330'FNL & 2310'FWL Section 16,
T-20-S, R-33-E, N.M.P.M.,
Lea County, New Mexico
Salt Lake Prospect

Gentlemen:

Under a letter dated November 2, 1995, Stevens & Tull, Inc. notified each of you in accordance with Order No. R-111-P of our intent to drill the captioned well at a location of 990' FN & WL of Section 16, T-20-S, R-38-E, N.M.P.M., Lea County, New Mexico. Subsequently, our APD was approved.

We are now notifying you of our intent to change the location of the subject well to the captioned location. We have enclosed a copy of our approved APD and a copy of our Sundry Notice for such proposal. Please be advised that the subject well shall be drilled and completed in compliance with Order No.'s R-10432 and R-10432-A. Should you have any questions pertaining to this matter, please contact our office or the NMOCD office.

Yours very truly,


Jerry A. Weant, CPL
Landman

f:\lt\potash.not

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:
New Mexico Potash Corporation
P.O. Box 610
Hobbs, N.M. 88240

4a. Article Number
P 329 330 559

4b. Service Type
 Registered Certified
 Express Mail Insured
 Return Receipt for Merchandise COD

7. Date of Delivery
7-31

5. Received By: (Print Name)

8. Addressee's Address (Only if requested and fee is paid)

6. Signature: (Addressee or Agent)
X Duane Morris

PS Form 3811, December 1994 Domestic Return Receipt

Thank you for using Return Receipt Service.

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- Complete items 1 and/or 2 for additional services.
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- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:
Mississippi Potash, Inc.
P.O. Box 101
Carlsbad, N.M. 88220

4a. Article Number
P 329 330 558

4b. Service Type
 Registered Certified
 Express Mail Insured
 Return Receipt for Merchandise COD

7. Date of Delivery
8/1/96

5. Received By: (Print Name)

8. Addressee's Address (Only if requested and fee is paid)

6. Signature: (Addressee or Agent)
X Duane Morris

PS Form 3811, December 1994 Domestic Return Receipt

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- Restricted Delivery

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3. Article Addressed to:
IMC Global Operations, Inc.
P.O. Box 71
Carlsbad, N.M. 88221

4a. Article Number
P 329 330 557

4b. Service Type
 Registered Certified
 Express Mail Insured
 Return Receipt for Merchandise COD

7. Date of Delivery
8-1-96

5. Received By: (Print Name)

8. Addressee's Address (Only if requested and fee is paid)

6. Signature: (Addressee or Agent)
X Duane J. Marshall

PS Form 3811, December 1994 Domestic Return Receipt

Thank you for using Return Receipt Service.

To ... Mike Stegner



From

DONNA

7/30/96

Energy & Minerals Department

OIL CONSERVATION DIVISION

P O Box 1980

Hobbs NM 88241

Telephone Number (505) 393-6161

- For Your Files
- Prepare a Reply for My Signature
- For Your Review and Return
- For Your Information
- For Your Handling
- For Your Approval
- As Per Your Request
- For Your Signature
- Please Advise
- For Your Attention

This is the change of location in the Potash Area. Talked to Jerry Weant & he will notify leasee. Also sent C-102 back for signature.

API# 30-025-33286



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

July 30, 1996

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

GOVERNOR

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

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

RE: APPLICATION FOR PERMIT TO DRILL IN POTASH AREA

OPERATOR Stevens & Tull Inc

LEASE NAME Conoco State #1-C CHANGE OF LOCATION from: 990/N & 990/W

PROPOSED LOCATION 330/N & 2310/W Sec. 16, T-20s, R-38e

PROPOSED DEPTH 3600'

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

Jerry Sexton
Supervisor, District I

RESPONSE:

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

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

Signed _____

Date _____

Representing _____



Submit 3 Copies
to Appropriate
District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-103
Revised 1-1-89

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

OIL CONSERVATION DIVISION
310 Old Santa Fe Trail, Room 206
Santa Fe, New Mexico 87503

DISTRICT II
P.O. Denver DD, Artesia, NM 88210

DISTRICT III
1000 Rio Bosque Rd., Alamac, NM 87410

WELL API NO. 30-025-33286
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. V-2021
7. Lease Name or Unit Agreement Name Conoco State
8. Well No. 1
9. Pool Name or Widened West Teas Yates/Seven Rivers
10. Elevation (Show whether DF, REB, RT, CR, etc.) 3538 GR

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER
2. Name of Operator Stevens & Tull, Inc.
3. Address of Operator P.O. Box 11005, Midland, Texas 79702
4. Well Location Unit Letter <u>C</u> : <u>330</u> Feet From The <u>North</u> Line and <u>2310</u> Feet From The <u>West</u> Line Section <u>16</u> Township <u>20 South</u> Range <u>38 East</u> NMPM Lea County

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
OTHER: <u>Change of Location</u> <input checked="" type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
	CASING TEST AND CEMENT JOB <input type="checkbox"/>
	OTHER: _____ <input type="checkbox"/>

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

Change the location of Stevens & Tull, Inc.'s Conoco State No. 1 well from 990 feet from the North line and 990 feet from the West line, Unit D, of Section 16, T-20-S, R-38-E, N.M.P.M., Lea County, New Mexico to a new location of 330 feet from the North line and 2310 feet from the West line, Unit C, of Section 16, T-20-S, R-38-E, N.M.P.M., Lea County, New Mexico.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Jerry A. Weant TITLE Landman DATE June 5, 1996
TYPE OR PRINT NAME Jerry A. Weant TELEPHONE NO. 915-699-4916

(This space for State Use)

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY:

DISTRICT I
P.O. Box 1988, Hobbs, NM 88241-1988

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised February 10, 1994
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

DISTRICT II
P.O. Drawer DD, Artesia, NM 88211-0719

DISTRICT III
1040 Rio Grande Rd., Artec, NM 87410

DISTRICT IV
P.O. Box 2088, Santa Fe, N.M. 87504-2088

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name
Property Code	Property Name CONOCO STATE	Well Number 1
OGHD No.	Operator Name STEVENS & FULL	Elevation 3538

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
C	16	20 S	33 E		530	NORTH	2310	WEST	I-A

Bottom Hole Location if Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

Dedicated Acres	Joint or Infill	Consolidation Code	Order No.

NO ALLOWABLE WELL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

	<p>OPERATOR CERTIFICATION</p> <p>I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.</p>	
	<p>Signature _____</p>	
	<p>Printed Name _____</p>	
	<p>Title _____</p> <p>Date _____</p>	
	<p>SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision and that the same is true and correct to the best of my belief.</p>	
	<p>Date: 1996</p>	
	<p>Signature: OMCC</p>	
	<p>Professional Seal: </p>	
<p>Certified by: GARY ERDSON, WEST 676</p>		
<p>Professional Seal: </p>		