

7 June 1978

Mr. Claude Tabor
City Administrator
City of Carlsbad
P. O. Box 1569
Carlsbad, New Mexico 88220

Re: Brine Well

Dear Claude:

I discussed the possibility of B & E, Inc., a New Mexico Corporation located in Carlsbad and Hobbs, establishing a brine well at the South "Y" in the Carlsbad city limits with George Watkins. The brine well will be just like a water well in all respects. The well will not change the type of activity at B & E's location.

I have been unable to find a city ordinance which requires us to secure a drilling permit from the city. Please advise me what type of authority we need to proceed.

We would like to proceed as soon as possible so an early reply will be appreciated.

Sincerely,

Roger E. Yarbrow

REY:bw

cc: George Watkins, Esquire