



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Jennifer A. Salisbury

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

OCT 12, 2001

Bureau of Land Management

620 East Greene St.

Carlsbad, NM 88220-6292

Attn: Craig Cranston or To Whom It May Concern

RE: APPLICATION FOR PERMIT TO DRILL IN POTASH AREA

OPERATOR: Yates Petroleum Corporation

LEASE NAME: Medano 'VA' State #7

LOCATION: SEC. 16, TOWNSHIP 23 SOUTH, RANGE 31 EAST,
330' FSL & 2310' FEL, Surface Location
EDDY COUNTY, NM, NMPM

RECEIVED
2001 OCT 15 PM 1 23
BUREAU OF LAND MGMT.
CARLSBAD FIELD OFFICE

PROPOSED DEPTH: 8200'.

Dear Craig or To Whom It May Concern,

The application for permit to drill identified above has been filed with this office of the New Mexico Oil Conservation Division. Pursuit to the provisions of Oil Conservation Division Order R-111-P, please advise this office whether or not this application 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 this order.

Thank you for your assistance.

Sincerely,

Bryan G. Arrant

Bryan G. Arrant

PES, District II Artesia NMOCD

In LMR

Yes *

No

In Buffer Zone

Yes

No

Comments:

In IMC Carlsbad Potash Company's LMR

Signature:

Craig Cranston

Date: 10-19-01

