

ENRON
Oil & Gas Company

P. O. Box 2267 Midland, Texas 79702 (915) 686-3600
July 14, 1993

RECEIVED
JUL 15 1993
O. L. D.

New Mexico Oil Conservation Division
P. O. Drawer DD
Artesia, New Mexico 88210

Attention: Mr. M. B. Williams

RE: Enron's Silverton "36" State No. 1
660' FSL & 660' FEL, Section 36, T22S, R31E
Eddy County, New Mexico
Silverton Prospect


Gentlemen:

As a follow-up to Enron's filing of the Form C-101 (Application for Permit to Drill) and C-102 (Well Location and Acreage Dedication) forms for the referenced well, enclosed please find a copy of Letter dated June 16, 1993 from IMC Fertilizer, Inc. stating that they have no objection to the drilling of the referenced well. It should be noted that IMC Fertilizer, Inc. is the current potash lease owner of the section upon which this well is located, and surrounding several sections. Based on this clearance, it is requested that the NMOCD grant the applicable permit.

Your prompt and due consideration to this application will be appreciated.

Sincerely,

ENRON OIL & GAS COMPANY


Patrick J. Tower
Project Landman

PJT/mbs
enclosure

xc w/attachments: Mr. Michael E. Stogner
New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87504

Mr. Ernest Szabo
New Mexico State Land Office
310 Old Santa Fe Trail
Santa Fe, New Mexico 87501

Betty Gildon-Enron

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FERTILIZER, INC.

AN EQUAL OPPORTUNITY EMPLOYER

P.O. Box 71 • Carlsbad, New Mexico 88501
Telephone: (505) 867-1871

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LAND DEPT.

June 16, 1993

Patrick J. Tower
Enron Oil & Gas Company
P. O. Box 2267
Midland, Texas 79702

RE: Silverton "36" State No. 1
660' FSL & 660' FEL, Section 36, T22S, R31E
Eddy County, New Mexico
Silverton Prospect

Dear Sir:

IMC Fertilizer, Inc. has received your notification that Enron Oil & Gas Company intends to drill Silverton "36" State No. 1, 660'FSL & 660'FEL Section 36-T22S-R31E. IMC Fertilizer has no objection to Enron drilling Silverton "36" due to the fact that it is outside IMCF's LMR and buffer zone.

The current LMR and the buffer zone are determined from the best available information. As more information becomes available, the LMR can change and may be modified and adjusted. This is reflected in the yearly update of the LMR. The relationship of any well location relative to the LMR can change. Therefore, please consider the "objection offered" or "no objection offered" to a well location to be valid for one year only. If you are still considering a well location that a potash operator has or has not objected to more than one year prior, notify us again at that time so we can make the decision on information current at that time. Do not consider a "no objection offered" or an "objection offered" decision to be permanent.

IMC Fertilizer, Inc. submits this letter in lieu of the forms requested.

Sincerely,

Dan Morehouse
Supt. Mine Engineering & Construction

DM:tmh

cc: Dick Manus	Walt Thayer
Leslie Cone	Charlie High
Larry Woodard	Tony Herrell

*Copy to Betty G. 6/28/93
Orig. to well file*