

DATE 10/28/96

NOV - 1 1996

Bureau of Land Management 620 E. Greene St. Carlsbad, N.M. 88220-6292

State Land Of OIL CON. DIV. P. O. Box 1148 Santa Fe, N.M. 87405

Attn: Craig Cranston

Attn: Joe Mraz/Larry Kehoe

Re:

APPLICATION FOR PERMIT TO DRILL IN POTASH AREA

OPERATOR: TEXACO EXPLORATION & PRODUCTION LEASE NAME: COTTON DRAW UNIT # 80

LOCATION: SEC. 36 TWP. 24 RGE. 31 FOOTAGE 660' FNL & 1980'FWL

PROPOSED DEPTH

12,000

Gentleman:

The application for permit to drill identified above has been filed 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 or not this 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.

Sincerely,

Bryan G. Arrant

District Geologist, District II

IN LMR

NO X

IN BUFFER ZONE

YES__ YES

NO ×

COMMENTS:

SIGNATURE

DATE