

## STATE OF NEW MEXICO

## ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON  
GOVERNOROIL CONSERVATION DIVISION  
ARTESIA DISTRICT OFFICEJENNIFER SALISBURY  
CABINET SECRETARYDATE 6 / 17 / 97Bureau of Land Management  
620 E. Greene St.  
Carlsbad, N.M. 88220-6292State Land Office  
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

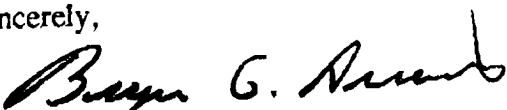
OPERATOR Santa Energy Resources, Inc.LEASE NAME Spud "Z1" #1LOCATION: SEC. 21 TWP. 23 RGE. 29  
FOOTAGE 660 FNL ; 330 FELPROPOSED DEPTH 8200

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 IIIN LMR  
IN BUFFER ZONEYES \_\_\_\_\_  
YES \_\_\_\_\_NO X  
NO XJR. MR. AZ  
6-18-97

COMMENTS:

not state if on surface or mineralsSIGNATURE \_\_\_\_\_  
DATE 6/18/97