

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Covarnor Jennifer A. Salisbury Cabinet Secretary Lori Wrotenbery Director Oil Conservation Division

September 5, 2000

Bureau of Land Management 620 East Green Street Carlsbad, New Mexico 88220-6292 Attn: Craig Cranston

Re: APPLICATION FOR PERMIT TO DRILL IN POTASH AREA

| OPERATOR: | Texaco Exploration & Production Company | 12345678 |
|------------|--|---------------|
| LEASE NAMI | E: Remuda Basin State #6 | |
| LOCATION: | SEC. 19, TWP. 23 S RGE. 30 E | RECEIVED 1213 |
| FOOTAGE: | 1650 'FNL/990'FWL | ARTESIA |
| | PROPOSED DEPTH: 7150' | |

Dear Madam/Sir,

The application for permit to drill identified above has been filed with this office of the New Mexico Oil Conservation Division. Pursuant to the provision of Oil Conservation Division Order R-111-P, please advise this office whether or not this location is within an established Life-of-Mine area filed with and approved by your office. If not, please advise whether it is within the buffer zone established by this order.

Yours truly,

Bryan G. Arrant District Geologist-Artesia OCD

| IN LMR IN BUFFER ZONE | YES YES | | |
|--------------------------|------------|----------------|----------|
| COMMENTS | 4 | 9-5-200 (1lerz | (Ctanta |
| Date Reviewed | | | |

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