



## NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**

Governor

**Joanna Prukop**

Cabinet Secretary

**Mark E. Fesmire, P.E.**

Director

**Oil Conservation Division**

September 18, 2004

Bass Enterprises Production Company

201 Main St., Suite 3100

Fort Worth, Texas 76102-3131

Attn: Wayne Bailey or To Whom It May Concern

**RE: RESCIND THE APPLICATION FOR PERMIT TO DRILL IN THE POTASH AREA  
BASS ENTERPRISES PRODUCTION COMPANY:  
JAMES RANCH UNIT #93, LOCATED IN NE/NE (660' FNL & 660' FEL') OF  
SECTION 7, TOWNSHIP 23 SOUTH, RANGE 31 EAST, EDDY COUNTY, NEW  
MEXICO API # 30-015-33619**

Dear Mr. Bailey or To Whom It may Concern,

In regards to the above referenced well, the New Mexico Oil Conservation Division rescinds immediately said application to drill (APD) per the conditions of R-111-P. Please review R-111-P as brought to attention from IMC's letter which is included with this faxed letter.

As stated in pgs. 11 & 12 of R-111-P: "Any application to drill in the LMR area, including buffer zones, may be approved only by mutual agreement of lessor and lessees of both potash and oil and gas interests. Applications to drill outside the LMR will be approved as indicated below; provided there is no protest from potash lessee within 20 days of this receipt of a copy of the notice.

Please call if you have any questions regarding this matter,

Respectfully yours,

Bryan G. Arrant

PES

CC: Tim Gum, District Supervisor-Artesia  
Dan Morehouse, Mine Engineering Superintendent for IMC  
Well File

BEFORE THE OIL CONSERVATION DIVISION  
Santa Fe, New Mexico  
Case Nos. 13367 Exhibit No. 6  
Submitted by:  
Bass Enterprises Production Co.  
Hearing Date: December 2, 2004