

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON Governor

Joanna Prukop **Cabinet Secretary Acting Director** Oil Conservation Division

June 16, 2004 Bureau of Land Management 620 East Green St. Carlsbad, NM 88220-6292 Attn: Mr. Craig Cranston or To Whom It May Concern

APPLICATION FOR PERMIT TO DRILL IN POTASH AREA RE:

Yates Petroleum Corporation

RECEIVED

LEASE NAME: LOCATION:

Baetz "BDU" Federal #1

SEC. 19. TOWNSHIP 23 SOUTH, RANGE 30 EAST,

JUN 1 8 2004

430' FSL & 2180' FEL

OPP ARTESIA

EDDY COUNTY, NM, NMPM

PROPOSED DEPTH: 7400'

Dear Mr. Cranston or To Whom It May Concern,

The application for permit to drill identified above has been filed with this office of the New Mexico Oil Conservation Division. Pursuit to the provisions of Oil Conservation Division Order R-111-P, please advise this office whether or not this application 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 this order. Thank you for your assistance.

Sincerely,

Bryan G. Arrant PES, District II Artesia NMOCD

In LMR	Yes	No	:	
In Buffer Zone	Yes	No_sk	ranger (n. 1864). Ngjaran Alika (n. 1864).	n de de la composition de la compositio La composition de la
Comments:		Program Land		
Modern War y	11/1/1	,		
Signature:	Manile	en	Date:	6-17-04

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