



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,

A handwritten signature in cursive script, reading "Bryan G. Arrant".

Bryan G. Arrant

PES

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

FAX

Date

9-15-04

Number of pages including cover sheet

2

TO:

BRYAN ARANT
NMOCB- Artesia

Phone

505-748-1283

Fax Phone

505-748-9720

CC:

FROM:

GLORIA ROBERTSON

BASS ENTERPRISES
PRODUCTION CO.

P. O. BOX 2760

MIDLAND, TEXAS
79702

Phone

432-683-2277

Fax Phone

432-687-0329

REMARKS:

☐ Urgent

☐ For your review

☐ Reply ASAP

☐ Please Comment

From J. Wayne Bailey - Bass

Bryan - please fax signed APS
to 817-339-7102.

Thank very much.

RECEIVED

SEP 17 2004

OOD-ARTESIA

Denied - Bryan G. Arant OCB

BASS ENTERPRISES PRODUCTION Co.
201 Main Street, Suite 3100
Ft. Worth, Texas 76102-3131

Confirming Copy

FAX 817-339-7109

817-390-8400

September 15, 2004

**RE: PERMIT TO DRILL
BASS - JAMES RANCH UNIT #93
NENE SEC. 7, T-23-S, R-31-E
EDDY COUNTY, NEW MEXICO
FILE: WF: JRU93 DRLG PERMIT JWB**

VIA FAX - 505-748-9720

Mr. Bryan Arrant
New Mexico Oil Conservation Division
1301 W. Grand St.
Artesia, New Mexico 88210

Dear Mr. Arrant:

Pursuant to our conversation of this date, this will verify that Bass Enterprises Production Co. has notified all potash lessees of its intent to permit and drill the referenced well. This notice was delivered by certified mail and received by the potash lessee, IMC Potash Carlsbad Company on August 19, 2004. As of this date, Bass has received no reply to the above notice.

Thank you very much and should you require further information in the above regard, please advise.

Sincerely,


J. Wayne Bailey

JWB/gr

RECEIVED

SEP 17 2004

ODD-ARTESIA



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