



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

February 21, 2005
Bureau of Land Management
620 East Greene St.
Carlsbad, NM 88220-6292
Attn: Craig Cranston or To Whom It May Concern

RECEIVED

MAR 15 2005

COPIES

RE: APPLICATION FOR PERMIT TO DRILL IN POTASH AREA

OPERATOR: Edge Petroleum Operating Company, Inc.
LEASE NAME: Golden Lane '29' State # 1
LOCATION: SEC. 28, TOWNSHIP 20 SOUTH, RANGE 30 EAST,
2520' FNL & 1130' FWL (Surface Hole Location)
EDDY COUNTY, NM, NMPM

30-015-34046

PROPOSED DEPTH: 13,467'

Dear Craig 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
In Buffer Zone

Yes */
Yes

No
No */

Comments:

Signature:

*If A Mou. Is Requested
This Location Can Only Move To This
East or South & Stay Out of An LMR Buffer*

[Signature]

Date: 2-22-05

** THE SURFACE LOCATION IS ON PRIVATE SURFACE MINERALS AND THIS LOCATION IS*

Oil Conservation Division * 1301 W Grand Ave * Artesia, New Mexico 88210 OK To BLM.
Phone: (505) 748-1283 * Fax (505) 748-9720 * <http://www.emnrd.state.nm.us>