

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Sarah Cottrell Propst
Cabinet Secretary Designate

Todd E. Leahy, JD, PhD
Deputy Secretary

Adrienne Sandoval, Division Director
Oil Conservation Division



August 1, 2019

BUREAU OF LAND MANAGEMENT
ATT: James S. Rutley
620 E Greene Street
Carlsbad, NM 88220

STATE LAND OFFICE
ATT: Stephen Wust
PO BOX 1148
Santa Fe, NM 87505

RE: APPLICATION FOR PERMIT TO DRILL IN POTASH AREA

OPERATOR: ADVANCE ENERGY PARTNERS HAT MESA, LLC

LEASE NAME: WOOL HEAD 20 STATE COM #607H

PROPOSED LOCATION: U/L P Sec 20 T21S R33E 150 FSL 891 FEL

Lat. 32.457535

Long. -103.588787 NAD83

PROPOSED DEPTH: 19270' MD

Gentleman:

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

Thank you for your assistance. Please Return as soon as possible.

Very truly yours,

OIL CONSERVATION DIVISION

A handwritten signature in black ink, appearing to read "P. Kautz".
Paul Kautz

Hobbs District Geologist, District I

RESPONSE:

The above referenced location is in LMR (2019 year) -----Yes _____ No ☒

The above referenced location is within the Buffer Zone -----Yes _____ No ☒

Signed A handwritten signature in black ink, appearing to read "Stephen Wust".

Printed Signature Stephen Wust

Representing SLD

OCD - HOBBS
08/01/2019
RECEIVED