State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor Sarah Cottrell Propst Adrienne Sandoval, Division Director Cabinet Secretary Designate Oil Conservation Division Todd E. Leahy, JD, PhD Deputy Secretary August 1, 2019 BUREAU OF LAND MANAGEMENT STATE LAND OFFICE ATT: James S. Rutley ATT: Stephen Wust 620 E Greene Street PO BOX 1148 Carlsbad, NM 88220 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 #608H PROPOSED LOCATION: U/L P Sec 20 T21S R33E 150 FSL 858 FEL Lat. 32.457534 Long. -103.588680 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 Hobbs District Geologist, District I RESONSE: The above referenced location is in LMR (2) Syear) -----Yes The above referenced location is within the Buffer Zone-----Yes

OCD - HOBBS

08/01/2019 RECEIVED

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