

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 #704H

PROPOSED LOCATION: U/L P Sec 20 T21S R33E 150 FSL 924 FEL

Lat. 32.457534 Long. -103.588694 NAD83

PROPOSED DEPTH: 21300' 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

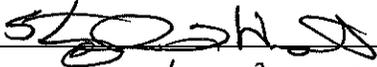
  
Paul Kautz

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   
Printed Signature Stephen Wust  
Representing SLA

OCD - HOBBS  
08/01/2019  
RECEIVED