State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

John Bernis Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary Jami Balley
Division Director
Oil Conservation Division



BUREAU OF LAND MANAGEMENT ATTN: Jim Rutley P O Box 1778 Carlsbad, NM 88221 State Land Office ATTN: Dan Fuqua P O Box 1148 Santa Fe, NM 87504

RE:

APPLICATION FOR PERMIT TO DRILL IN POTASH AREA

OPERATOR Devon Energy Production Company

LEASE NAME Divide 3 State Com #1H

PRPOSED LOCATION SHL: Sect 3 22S-32E 660 FSL 2440 FWL

BHL: Sect 4 22S-32E 660 FSL 2310 FEL

PROPOSED DEPTH 18780

Gentlemen:

The application for permit to drill indentified 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-or-Mine Reserve are filed with an 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

EL Gonzales Supervisor, District I

Response:

FEB 1 4 2013

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OIL CONSERVATION DIVISION

EL Gonzales Supervisor, District I

Response:

The above reference location is in the LMR 2012year)————	Yes NO
The above reference location is within the Buffer Zone	Yes No
Signed	Date <u>02-/4-/3</u>
Printed Signature Jones 5. Runey	
Representing BUM-CFO	

Oil Conservation Division
1625 N French Drive, Hobbs New Mexico 88240
Phone (575) 393-6161• Fax (575) 393-0720 • www.emnrd.state.nm.us