30-025-44596



11490 Westheimer Road, Suite 950, Houston, Texas 77077 • Phone 832-672-4700 • Fax 832-672-4609

June 13, 2018

Oil Conservation Division Energy Minerals and Natural Resources Department 1625 N. French Dr. Hobbs, New Mexico 88240

JUN 142018

Attn: Mr. Paul Kautz

Re: Application for Merchant State Unit 506H Unit A, Section 35-T21S-R33E Lea County, New Mexico

Dear Mr. Kautz,

I am providing answers to you questions and requests for additional information about any potash leases within 1 mile of the referenced Section 35.

This letter is to confirm there are no potash leases within 1 mile of Section 35, Township 21 South, Range 33 East, Lea County, NM.

Sincerely,

Indich.

Paul J. Burdick Land Advisor Advance Energy Partners Hat Mesa, LLC Email: <u>PBurdick@Advanceenergypartners.com</u> Office Telephone: 832-672-4623 Cell Telephone: 713-228-7320