APR 13 1993

(((-3-23-933160(067) NM-67111

T-0Bm 3-30-23

Rem 3/30/97 Malgar 3/31/93 Mallone 3/31/93

CERTIFIED--RETURN RECEIPT REQUESTED P 135 584 316

Mitchell Energy Corporation Attention: George Mullen P. O. Box 4000 The Woodlands, TX 77387-4000

Geronimo Federal Well No. 11

NM-67111

2580' FNL & 1650' FWL, Sec. 31, T19S, R33E

Lea County, New Mexico

Dear Mr. Mullen:

On January 11, 1993, Mitchell Energy Corporation filed an Application for Permit to Drill (APD) at the above referenced location. I am pleased to approve your APD at the present location. Your copy of the APD, with attached stipulations, is enclosed.

The APD was originally submitted to the Bureau of Land Management on September 4, 1992. At that time, the location was denied due to potash considerations. We requested the APD be moved to a drill island located 2,580 feet FNL and 1650 feet FWL. The APD referenced above falls within this area. This location will be designated a drill island, having a radius of 150 feet, from which other APDs can be located.

Through our analysis of the APD, we have determined that the well site is located a sufficient distance from minable ore zones that potash resources should not be impacted.

If you need any additional information, please contact Tony Herrell in the Carlsbad Resource Area at (505) 887-6544.

Sincerely,

15/ Kathy Eaton A Larry L. Woodard
State Director

1 Enclosure

bcc:

NM (910, L. Woodard)

NM (920, R. Smith)

NM (060, A. Lopez) NM (060, L. Cone) NM (067, T. Herrell)

067:CCranston:nf:3/22/93:A:\31GER11A.AL