BLM approves federal wells in potash area so we do not have to worry about this.

## STATE & FEE LEASES

Post to map and if within the potash area outlined on map or within 1 mile of that area do the following:

- Make certain operator has filed a plat of the area showing the potash lessees for the area where the well is located as well as the 1-mile radius referred to.
- Make certain operator has notified all of the potash lessees by certified mail of the APD. They must send copy of delivery notice to us since 20-day waiting period starts from delivery date.
- 3) Send letter to ELM and SLO advising them of this APD and request they advise if this location is within LMR or buffer zone.

BUFFER ZONE -- shallow well is 1/4 mile of LMR -- deep well is 1/2 mile of LMR

- 4) If application is within LMR or buffer zone you must <u>DENY</u> it under R-111-P unless, there is a mutual agreement of lessor and lessees of oil & gas and potash interests. Copy of this agreement must be submitted with APD.
- 5) If application is outside LMR or buffer zone and no objection is received within 20 days from date of receipt by potash lessees of certified notice, the APD may be approved.

CHECK LIST FOR PROCESSING APD IN POTASH AREA

OPERATOR: Stevens & Tull Inc
LEASE & WELL Conoco State #1-0 16-20s-33e
PROPOSED DEPTH 3600
DATE APD RECEIVED 17/29/96 WAS PLAT OF AREA ATTACHED VES
WERE ALL POTASH LESSEES NOTIFIED BY CERTIFIED MAIL?
20-DAY WAITING PERIOD BEGINS ENDS
WERE WAIVERS RECEIVED?
DATE SLO NOTIFIED 7/30/96 DATE REPLY RECEIVED 8/4/96
DATE BLM NOTIFIED 7/30/96 DATE REPLY RECEIVED 8/6/96
IS LOCATION INSIDE LMR OR BUFFER ZONE? YES NO
IF LOCATION INSIDE LMR OR BUFFER ZONE WAS LESSEE/LESSOR AGREEMENT FURNISHED
DATE APD APPROVED
* This is a change of Location From 990 N 9 990 N

#### STATE OF NEW MEXICO



## ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

### **OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE**

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July 30, 1996

POST OFFICE BOX 1980 HOBBS, NEW MEXICO 88241-1980 (505) 393-6161

BUREAU OF LAND MANAGEMENT P.O. Box 1778

STATE LAND OFFICE Attn: Joe Mraz

Carlsbad, NM 88221	P.O. Bo	x 1148 e, NM 87504	
RE: APPLICATION FOR PE	RMIT TO DRILL IN POTA	ASH AREA	
	ns & Tull Inc		
LEASE NAME Conoc	o State #1-C	CHANGE OF LOCATION f	rom: 990/N & 990/W
PROPOSED LOCATION	330/N & 2310/W	Sec. 16, T-20s,	
PROPOSED DE'TH			33
Gentlemen:	• .	7	JRM9/J. Sexton AM. 6,961
The application for permoffice of the New Mexico of Oil Conservation Div the location is within approved by your office zone established by the	ision Order R-111-P, an established Life-c . If not, please adv	vision. Pursuant to t please advise this off	ed with this he provisions ice whether
Thank you for your assis	stance. Please retur	n as soon as possible.	
Very truly yours,			
OIL CONSERVATION DIVISIO	N		
Jerry Sexton Supervisor, District I			
RESPONSE:			Dry 6, 96'
The above-referenced loc	ation is in LMR	Yes	_ No <u>X</u> _
The above-referenced loc	ation is within the b	ouffer zone Yes	_ No <u>X</u> _
Signed		Date	
Representing	SI DA	The service of the se	, Director Division
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#### STATE OF NEW MEXICO



## ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

### **OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE**

GOVERNOR

July 30, 1996

POST OFFICE BOX 1980 HOBBS, NEW MEXICO 88241-1980 (505) 393-6161

BUREAU OF LAND MANAGEMENT

STATE LAND OFFICE

P.O. Box 1778 Carlsbad, NM 88221	P.O. B	Joe Mraz Box 1148 Fe, NM 87504		
RE: APPLICATION FOR PER	MIT TO DRILL IN PO	TASH AREA		
OPERATORSteven	s & Tull Inc			
LEASE NAMEConoco		CHANGE OF LOCATION	from: 990/N & 9	90/W
PROPOSED LOCATION _	330/N & 2310/W	Sec. 16, T-20s,	R-38e	
PROPOSED DEPTH	3600'	1 ASSOMIZ THIS I	L R-33E	
Gentlemen:		FRONTHE SURVE	" PLAT	
The application for perm office of the New Mexico of Oil Conservation Division the location is within an approved by your office. zone established by the conservation of the conservation	sion Order R-III-P n established Life- If not, please ac	pivision. Pursuant to , please advise this of	the provisions fice whether	
Thank you for your assist	ance. Please retu	ırn as soon as possible		
Very truly yours,				
OIL CONSERVATION DIVISION			NEGOCI TO SERVICE TO THE PARTY OF THE PARTY	) 1
Jerry Sexton Supervisor, District I			- 196 - 197 - 198 - 198	K BO
RESPONSE:			8	
The above-referenced loca	tion is in LMR	Yes _	No <u>¥</u> _	
Signed Lua (100) Representing	tion is within the	Date 8-6-9	<del>- 11</del>	
BELIEVE THE RANGE 38 / ON THE SURVEY PLA: 11 15 1/6/	moras 33" -	IMICA MEQUE YOUTHE SE EVALUATED IT AS 1= 17 ( RANGE 38 IS OUTSIDE OF	was range 33	



# STEVENS & TULL, INC.

P. O. Box 11005

MIDLAND, TEXAS 79702

915/699-1410

July 30,1996

YOUR COPY

Mississippi Potash Inc. P.O. Box 101 Carlsbad, N.M. 88220 IMC Global Operations Inc. P.O. Box 71 Carlsbad, N.M. 88221

New Mexico Potash Corporation P.O. Box 610 Hobbs, N.M. 88240

Re: Notification of Change of

Location

Conoco State #1,

330'FNL & 2310'FWL Section 16,

T-20-S, R-33-E, N.M.P.M., Lea County, New Mexico

Salt Lake Prospect

#### Gentlemen:

Under a letter dated November 2, 1995, Stevens & Tull, Inc. notified each of you in accordance with Order No. R-111-P of our intent to drill the captioned well at a location of 990' FN & WL of Section 16, T-20-S, R-38-E, N.M.P.M., Lea County, New Mexico. Subsequently, our APD was approved.

We are now notifying you of our intent to change the location of the subject well to the captioned location. We have enclosed a copy of our approved APD and a copy of our Sundry Notice for such proposal. Please be advised that the subject well shall be drilled and completed in compliance with Order No.'s R-10432 and R-10432-A. Should you have any questions pertaining to this matter, please contact our office or the NMOCD office.

Yours very truly,

Jerry A. Weant, CFI

Landman

f:\lt\potash.not

