

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:

- 1) 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.
- 2) 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 BLM 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 DENY 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: BTA Oil Producers

LEASE & WELL Gem, 8705 JV-P #8

LOCATION 2-20S-33E (Unit E) PROPOSED DEPTH 7000'

DATE APD RECEIVED 10/5/99 WAS PLAT OF AREA ATTACHED Yes

WERE ALL POTASH LESSEES NOTIFIED BY CERTIFIED MAIL? yes

20-DAY WAITING PERIOD BEGINS 10-5-99 ENDS 10-14-99

WERE WAIVERS RECEIVED? yes

DATE SLO NOTIFIED 10-5-99 DATE REPLY RECEIVED 10-13-99

DATE BLM NOTIFIED 10-5-99 DATE REPLY RECEIVED 10-14-99

IS LOCATION INSIDE LMR OR BUFFER ZONE? YES        NO ✓

IF LOCATION INSIDE LMR OR BUFFER ZONE WAS LESSEE/LESSOR AGREEMENT FURNISHED       

DATE APD APPROVED OCT 15 1999 DATE APD DENIED



STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT  
OIL CONSERVATION DIVISION  
HOBBS DISTRICT OFFICE

POST OFFICE BOX 1880  
HOBBS, NEW MEXICO 88241-1880  
(505) 283-6161

GOVERNOR

BUREAU OF LAND MANAGEMENT  
P.O. Box 1778  
Carlsbad, NM 88221

STATE LAND OFFICE  
Attn: Joe Mraz  
P.O. Box 1148  
Santa Fe, NM 87504

RE: APPLICATION FOR PERMIT TO DRILL IN POTASH AREA

OPERATOR BTA Oil Producers

LEASE NAME Gen, 8705 JV-P #8

PROPOSED LOCATION 2-20S-33E (Unit E) 2310/N + 33D/W

PROPOSED DEPTH 7000'

Gentlemen:

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 area 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

Chris Williams  
Supervisor, District I

RESPONSE:

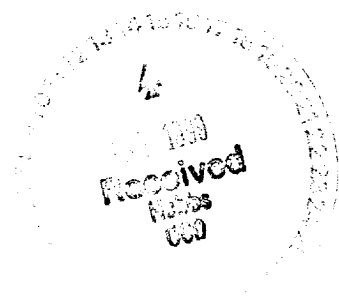
The above-referenced location is in LMR ----- Yes ☐ No ☒

The above-referenced location is within the buffer zone----- Yes ☐ No ☒

Signed [Signature]  
Representing BLM

Date 10-12-99







STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT  
OIL CONSERVATION DIVISION  
HOBBS DISTRICT OFFICE

POST OFFICE BOX 1590  
HOBBS, NEW MEXICO 88241-1980  
(505) 393-6161

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Carlsbad, NM 88221

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Attn: Joe Mraz  
P.O. Box 1148  
Santa Fe, NM 87504

RE: APPLICATION FOR PERMIT TO DRILL IN POTASH AREA

OPERATOR BTA Oil Producers

LEASE NAME Gen, 8705 JV-P #8

PROPOSED LOCATION 2-20S-33E (Unit E) 2310/N + 330/W

PROPOSED DEPTH 7000'

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Very truly yours,

OIL CONSERVATION DIVISION

Chris Williams  
Supervisor, District I

RESPONSE:

The above-referenced location is in LMR ----- Yes ☐ No ☒ *JR, mraz*

The above-referenced location is within the buffer zone----- Yes ☐ No ☒ *10-6-99*

Signed *Chris Williams*

Date 10/6/99

Representing SLD





NEW MEXICO ENERGY, MINERALS  
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION  
DISTRICT I HOBBS  
PO BOX 1980, Hobbs, NM 88241  
(505) 393-6161

Jennifer A. Salisbury  
CABINET SECRETARY

FAX

TO: Crigg Cranston - BLM

FROM: New Mexico Oil Conservation Div.

RE: POTASH AREA -

DATE: 10/5/99

NO. OF PAGES 2 INCLUDING COVERSHEET



STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT  
OIL CONSERVATION DIVISION  
HOBBS DISTRICT OFFICE

GOVERNOR

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HOBBS, NEW MEXICO 88241-1980  
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Santa Fe, NM 87504

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Chris Williams  
Supervisor, District I

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The above-referenced location is within the buffer zone----- Yes ☐ No ☐

Signed \_\_\_\_\_

Date \_\_\_\_\_

Representing \_\_\_\_\_



\*\*\*\*\*  
\* P. 01 \*  
\* TRANSACTION REPORT \*  
\* OCT- 5-99 TUE 4:00 PM \*  
\* FOR: OCD HOBBS 15053930720 \*  
\*  
\* DATE START RECEIVER TX TIME PAGES TYPE NOTE \*  
\* OCT- 5 3:59 PM 15058859264 1' 17" 2 SEND OK \*  
\*  
\*\*\*\*\*



NEW MEXICO ENERGY, MINERALS  
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION  
DISTRICT I HOBBS  
PO BOX 1980, Hobbs, NM 88241  
(505) 393-6161

Jennifer A. Salisbury  
CABINET SECRETARY

FAX

TO: Joe Mraz - State Land Office  
FROM: New Mexico Oil Conservation Div.  
RE: POTASH AREA -  
DATE: 10/5/99

NO. OF PAGES 2 INCLUDING COVERSHEET





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ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT  
OIL CONSERVATION DIVISION  
HOBBS DISTRICT OFFICE

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Chris Williams  
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Date \_\_\_\_\_

Representing \_\_\_\_\_



\*\*\*\*\*  
\* P. 01 \*  
\* TRANSACTION REPORT \*  
\* OCT- 5-99 TUE 3:57 PM \*  
\* FOR: OCD HOBBS 15053930720 \*  
\*  
\* DATE START RECEIVER TX TIME PAGES TYPE NOTE \*  
\* OCT- 5 3:56 PM 15058274739 54" 2 SEND OK \*  
\*  
\*\*\*\*\*

ELF 2/24/00  
ABOVE DATE DOES NOT  
INDICATE WHEN  
CONFIDENTIAL LOGS  
WILL BE RELEASED