

GUIDELINES FOR PROCESSING APD FOR WELL IN POTASH AREA -- R-111-P

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: Comanche Inc.

LEASE & WELL Comanche 8 State #1-A

LOCATION 8601 S 1980/E PROPOSED DEPTH 8952

DATE APD RECEIVED 10-5-92 WAS PLAT OF AREA ATTACHED yes

WERE ALL POTASH LESSEES NOTIFIED BY CERTIFIED MAIL? yes

20-DAY WAITING PERIOD BEGINS 10-5-92 ENDS 10-25-92

WERE WAIVERS RECEIVED? Edgy Potash (yes) Comanche 8 State #1-A

DATE SLO NOTIFIED 10-7-92 DATE REPLY RECEIVED 10-13-92

DATE BLM NOTIFIED 10-7-92 DATE REPLY RECEIVED 10-28-92

IS LOCATION INSIDE LMR OR BUFFER ZONE? YES        NO ✓

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

DATE APD APPROVED 10-25-92 DATE APD DENIED



STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION  
HOBBS DISTRICT OFFICE

October 6, 1992

BRUCE KING  
GOVERNOR

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

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

STATE LAND OFFICE  
Attn: Ernie Szabo  
P.O. Box 1148  
Santa Fe, NM 87504

RE: APPLICATION FOR PERMIT TO DRILL IN POTASH AREA

OPERATOR Conoco Inc.

LEASE NAME Comanche '8' State #1

PROPOSED LOCATION 860/S & 1980/E Sec. 8, T21S, R33E Lea County

PROPOSED DEPTH 14,550'

Gentlemen:

The application for permit to drill identified above has been filled 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

Jerry Sexton  
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

Date 10-16-92

Representing BLM







Midland Division  
Exploration Production

Conoco Inc.  
10 Desta Drive, Suite 100W  
Midland, TX 79705-4500  
(915) 686-5400

October 2, 1992

Mr. Jerry Sexton  
Oil Conservation Division  
Hobbs District Office  
P.O. Box 1980  
Hobbs, NM 88241

Dear Mr. Sexton:

**State Permit to D&E Comanche State 8 No. 1**  
**Location in Order R-111-P "known potash leasing area"**

A search of BLM and SLO records in Santa Fe pertaining to Potash Leases within a mile radius of this proposed well has been conducted, since this is the notification area required by Order R-111-P. This search determined that there are only two current potash leasees within this one mile radius. These leasees are:

Mississippi Chemical Corp.  
P.O. Box 388  
Yazoo City, MS 39194

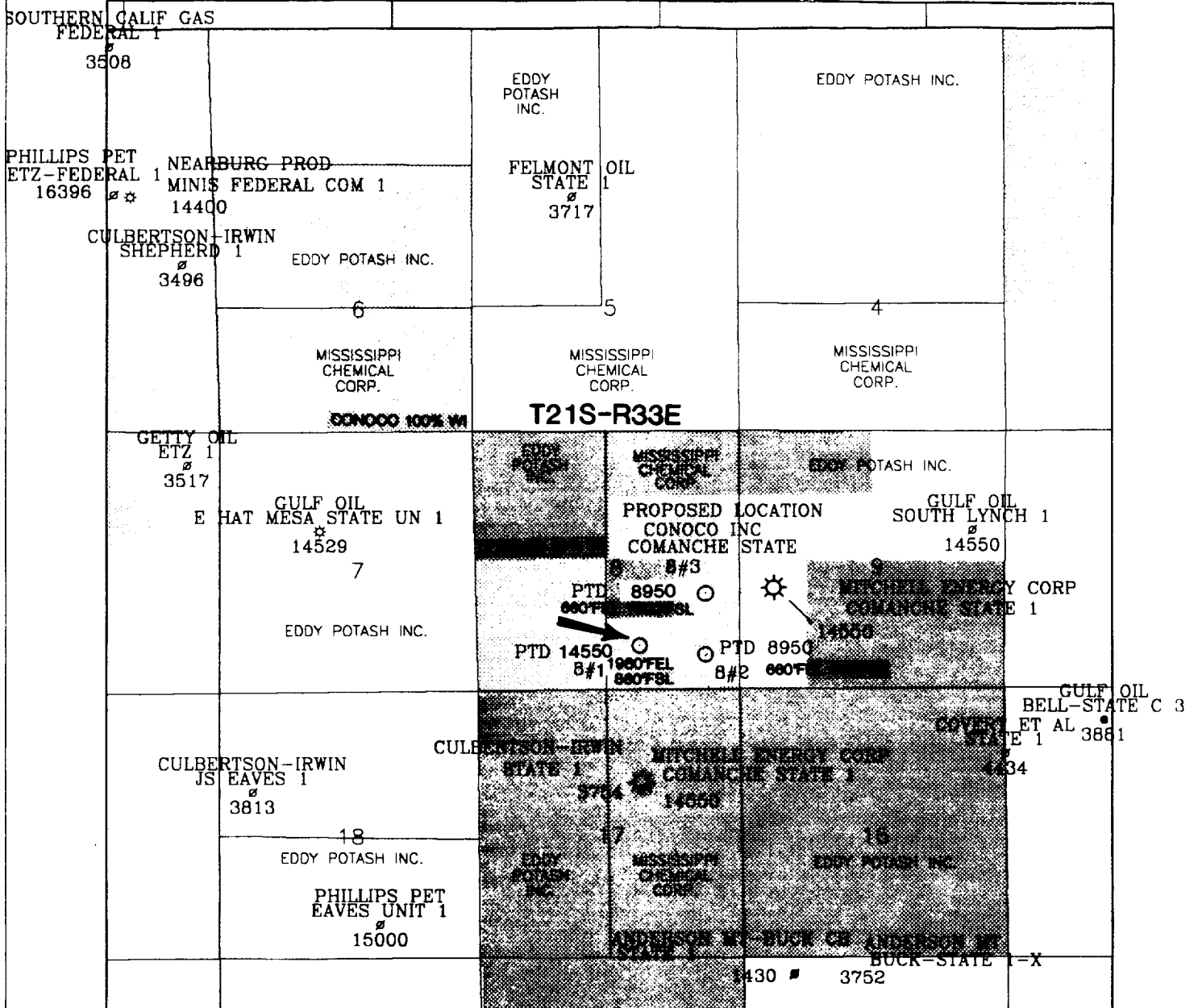
Eddy Potash Inc.  
P.O. Box 31  
Carlsbad, NM 88220

The locations of these potash leasees are noted on the enclosed map and copy of this APD has also been sent by registered mail to both. As soon as the returned "green" card has been received a copy will be sent to you and the other recipients of the APD.

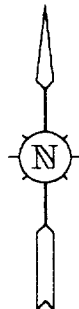
It is our assumption that if you do not receive an objection from either of the above potash leasees within 20 days of their receipt of this APD that NMOCD approval of this application may be secured. If you require any further information, please contact me at (915) 686-6548. Thank you.

Very truly yours,

Jerry W. Hoover  
Senior Conservation Coordinator



FEET 0 5000 FEET



<h1>CONOCO</h1> <p>MIDLAND DIVISION</p>		
<p>PERMIT PLAT</p> <p>COMANCHE ST. 8#1, #2, &amp; #3</p> <p>SEC 8 T21S-R33E</p> <p>LEA COUNTY, NEW MEXICO</p>		
DATE	SIGNED	DATE
	R. BALSAM	28-SEP-92
REVISION		