



STATE OF NEW MEXICO
ENERGY MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

HOBBS DISTRICT OFFICE
MAR 8 8 51 AM '93

BRUCE KING
GOVERNOR

CARLSBAD
AREA

March 5, 1993

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 MITCHELL ENERGY CORPORATION

LEASE NAME COMANCHE 17 STATE #3

PROPOSED LOCATION 1980/S & 1980/E, Unit J, Sec. 17, T21S, R33E

PROPOSED DEPTH 9200'

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 X

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

Signed *Ralph W. Wainwright*

Date 3-9-93

Representing BLM



MISSISSIPPI CHEMICAL HOLDS THE
POTASSIUM LEASE ON THE EAST 1/2 OF
SECTION 17
EDDY POTASH HAS THE POTASSIUM
LEASE ON THE SURROUNDING AREA.