

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: Mitchell Energy Corp

LEASE & WELL Cornucopia 17 State #4-I

LOCATION 1984 S 4660/E 17-21-33 PROPOSED DEPTH 9200

DATE APD RECEIVED 3-5-93 WAS PLAT OF AREA ATTACHED yes

WERE ALL POTASH LESSEES NOTIFIED BY CERTIFIED MAIL? yes

20-DAY WAITING PERIOD BEGINS 3-8-93 BLM ENDS 3-28-93 (cc'd back to BLM)

WERE WAIVERS RECEIVED? Eddy Potash 3-22-93  
Mitchell 3-22-93

DATE SLO NOTIFIED 3-5-93 DATE REPLY RECEIVED 3-11-93

DATE BLM NOTIFIED 3-5-93 DATE REPLY RECEIVED 3-11-93

IS LOCATION INSIDE LMR OR BUFFER ZONE? YES \_\_\_\_\_ NO X

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

DATE APD APPROVED 3-23-93 DATE APD DENIED \_\_\_\_\_



STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION  
HOBBS DISTRICT OFFICE

March 5, 1993

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 MITCHELL ENERGY CORPORATION

LEASE NAME COMANCHE 17 STATE #4

PROPOSED LOCATION 1980/S & 660/E, Unit 1, 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*  
Jerry Sexton  
Supervisor, District I

*In R 111 area but not near LMR*

RESPONSE:

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

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

Signed *Ernie Szabo*  
Representing *S.L.D.*

Date *Mar 8, 1993*



RECEIVED

'93 MAR 8 AM 9 44

STATE LAB. OF ICE  
SANTA FE, N.M.



STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

HAR 6 8 51 AM '93 HOBBS DISTRICT OFFICE

CARL AREA MANAGERS March 5, 1993

BRUCE KING  
GOVERNOR

POST OFFICE BOX 1980  
HOBBS, NEW MEXICO 88241-1980  
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Very truly yours,

OIL CONSERVATION DIVISION

*Terry Sexton*  
Terry Sexton by E.O.  
Supervisor, District 1

RESPONSE:

The above-referenced location is in LMR ----- Yes \_\_\_ No \*

The above-referenced location is within the buffer zone----- Yes \_\_\_ No \*

Signed *Terry Sexton*

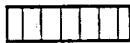
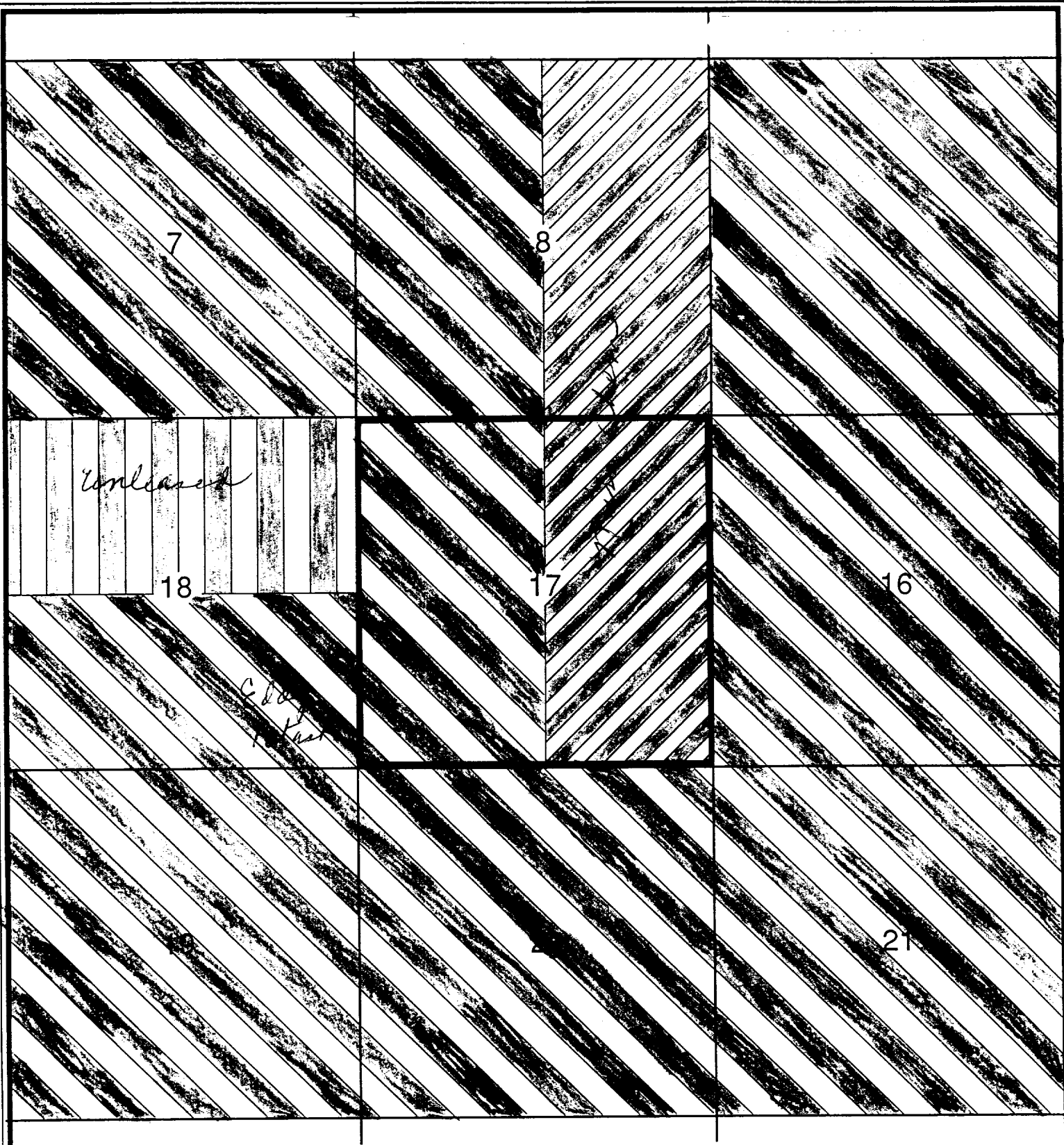
Date 3-9-93

Representing BLM

MISSISSIPPI CHEMICAL HOLDS THE  
POTASSIUM LEASE ON THE EAST 1/2 OF SECTION  
17

READY POTASH HAS THIS POTASSIUM LEASE ON  
THE SURROUNDING AREA.





UNLEASED FEDERAL



EDDY POTASH, INC.



MISSISSIPPI CHEMICAL CORP.



Mitchell Energy Corporation  
P.O. BOX 4000 • THE WOODLANDS, TEXAS 77387-4000

Potash Lessees  
Comanche "17" State Well No. 4  
Section 17, T-21-S - R-33-E  
Lea County, New Mexico

DATE:

2-25-93

SCALE:

1"=2000'

RECEIVED

MAR 03 1961

OCD HOBBS DISTRICT

**VIA CERTIFIED MAIL**  
**Receipt No. P 144 900 268**

March 4, 1993

Mr. Richard L. Manus  
Area Manager  
United States Department of the Interior  
Bureau of Land Management  
P.O. Box 1778  
Carlsbad, New Mexico 88221-1778



RE: Comanche "17" State Well No. 4  
Lea County, New Mexico

Dear Mr. Manus:

By this letter, Mitchell Energy Corporation notifies you that it intends to file an Application for Permit to Drill (APD) with the State of New Mexico Oil Conservation Division for the above referenced well. The proposed location is 1980 feet from the south line and 660 feet from the east line of Section 17, Township 21 South, Range 33 East (copy of APD and plat enclosed). According to our record check, this location is within a mile of your potash lease.

Please indicate below whether or not you have any objections to drilling the subject well at the proposed location, and return two copies of this letter to the undersigned. The third copy is for your files.

If you need further information, please contact me at (713) 377-5855.

Very truly yours,

MITCHELL ENERGY CORPORATION

George Mullen  
Regulatory Affairs Specialist

GM:mw  
CMCH17NM.GM

**RECEIVED**

**MAR 22 1993**

**OCD HOBBS OFFICE**



Comanche "17" State Well No. 4  
Lea County, New Mexico  
March 4, 1993  
Page 2

\_\_\_\_\_ "Bureau of Land Management" has **NO OBJECTION** to this Application.

\_\_\_\_\_ "Bureau of Land Management" **INTENDS TO PROTEST** this Application.

By: \_\_\_\_\_

Title: \_\_\_\_\_

Date: \_\_\_\_\_

GM:mw  
CMCH17NM.GM

Enclosures

cc: Ms. Evelyn Downs OCD - Hobbs

bcc: Larry Cunningham - Midland  
Jack Stanley - Midland  
George Tullos - Midland  
Mark Whitley - MND-4N  
Central Records - MND-2N

P 144 900 268

**Receipt for  
Certified Mail**

No Insurance Coverage Provided  
Do not use for International Mail  
(See Reverse)



UNITED STATES  
POSTAL SERVICE

Sent to	
Mr. Richard L. Manus	
Bureau of Land Management	
P.O. Box 1778	
Carlsbad, NM 88221-1778	
Postage	\$1.67
Certified Fee	1-
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	1-
Return Receipt Showing to Whom (Date, Address, Signature)	
TOTAL Postage & Fees	\$3.67
Postmark & Date	

George Mullen - MND-35

PS Form 3800, June 1991

**SENDER:**

Complete items 1 and/or 2 for additional services.  
Complete items 3, and 4a & b.

Print your name and address on the reverse of this form so that we can return this card to you.

- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt Fee will provide you the signature of the person delivered to and the date of delivery.

**3. Article Addressed to:**

Mr. Richard L. Manus  
U.S. Dept. of the Interior  
Bureau of Land Management  
P.O. Box 1778  
Carlsbad, NM 88221-1778

5. Signature (Addressee)

6. Signature (Agent)

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

**4a. Article Number**

P 144 900 268

**4b. Service Type**

- |   |   |
|---|---|
| <input type="checkbox"/> Registered           | <input type="checkbox"/> Insured                        |
| <input checked="" type="checkbox"/> Certified | <input type="checkbox"/> COD                            |
| <input type="checkbox"/> Express Mail         | <input type="checkbox"/> Return Receipt for Merchandise |

**7. Date of Delivery**

3/8/93

**8. Addressee's Address (Only if requested and fee is paid)**

**RECEIVED**

**MAR 22 1993**

**OCD HOBBS OFFICE**

**VIA CERTIFIED MAIL**  
**Receipt No. P 144 900 269**

March 4, 1993

Mr. Marvin Watts  
Eddy Potash  
3071 Potash Mine Road  
Carlsbad, New Mexico 88220

RE: Comanche "17" State Well No. 4  
Lea County, New Mexico



Dear Mr. Watts:

By this letter, Mitchell Energy Corporation notifies you that it intends to file an Application for Permit to Drill (APD) with the State of New Mexico Oil Conservation Division for the above referenced well. The proposed location is 1980 feet from the south line and 660 feet from the east line of Section 17, Township 21 South, Range 33 East (copy of APD and plat enclosed). According to our record check, this location is within a mile of your potash lease.

Please indicate below whether or not you have any objections to drilling the subject well at the proposed location, and return two copies of this letter to the undersigned. The third copy is for your files.

If you need further information, please contact me at (713) 377-5855.

Very truly yours,

MITCHELL ENERGY CORPORATION

A handwritten signature in cursive script that reads "George Mullen".

George Mullen  
Regulatory Affairs Specialist

GM:mw  
CMCH17NM.GM

RECEIVED

MAR 24 1993

CCD HOBBS OFFICE

Comanche "17" State Well No. 4  
Lea County, New Mexico  
March 4, 1993  
Page 2

✓ "Eddy Potash" has **NO OBJECTION** to this Application.

       "Eddy Potash" **INTENDS TO PROTEST** this Application.

By: Maurice L. Watts

Title: VP Operations

Date: 3-12-93

GM:mw  
CMCH17NM.GM

Enclosures

cc: Ms. Evelyn Downs OCD - Hobbs

RECEIVED

MAR 22 1993

OLD HOBBS OFFICE

**VIA CERTIFIED MAIL**  
**Receipt No. P 144 900 663**

March 4, 1993

Mr. Randy Foote  
Mississippi Chemical Corporation  
1996 Potash Mine Road  
Carlsbad, New Mexico 88220

RE: Comanche "17" State Well No. 4  
Lea County, New Mexico



Dear Mr. Foote:

By this letter, Mitchell Energy Corporation notifies you that it intends to file an Application for Permit to Drill (APD) with the State of New Mexico Oil Conservation Division for the above referenced well. The proposed location is 1980 feet from the south line and 660 feet from the east line of Section 17, Township 21 South, Range 33 East (copy of APD and plat enclosed). According to our record check, this location is within a mile of your potash lease.

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If you need further information, please contact me at (713) 377-5855.

Very truly yours,

MITCHELL ENERGY CORPORATION

A handwritten signature in cursive script that reads "George Mullen".

George Mullen  
Regulatory Affairs Specialist

GM:mw  
CMCH17NM.GM

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MAR 22 1993

OCD HOBBS OFFICE

RECEIVED



Comanche "17" State Well No. 4  
Lea County, New Mexico  
March 4, 1993  
Page 2

✓ "Mississippi Chemical Corporation" has **NO OBJECTION** to this Application.

       "Mississippi Chemical Corporation" **INTENDS TO PROTEST** this Application.

By: Randy Felt

Title: Gen. Mgr.

Date: 3-4-93

GM:mw  
CMCH17NM.GM

Enclosures

cc: Ms. Evelyn Downs OCD - Hobbs

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MAR 2 2 1993  
OCD HOBBS OFFICE