

**CITY OF McALLEN**  
**REQUEST FOR OIL OR GAS DRILLING PERMIT**

DATE November 10, 1994

1. Company submitting Request: American Exploration Company
  
2. Address: 1331 Lamar Street, Suite 900
3. City/State: Houston, TX 77010-3088
4. Legal & geographic description of drilling site: 172.7' from the south line and 180.2' from the west line of Lot 2 of the Bann Subdivision Also being 215.74' from the Rio National Bank being the nearest building to location, wherein we have obtained a Surface Use Agreement. All other businesses and homes are at least 250' from location.
5. The following requirements have/have not been satisfied:
  - (A) Drilling permit fee submitted to City Secretary in the amount of \$1,500.00.
  - (B) Performance bond, (clean-up, repairs & replacement) in amount of \$25,000.00.
  - (C) Insurance as per Drilling Ordinance:

Public Liability - Occurance	\$ 1,000,000.00
Combined Single Limit (B.I./P.D.)	
6. See Exhibit "A" for other requirements.
7. Approval of the following City Officials is required before issuance of permit:
  - (A) City Secretary: Jocelyn Vacek
  - (B) City Attorney: [Signature]
  - (C) Director of Planning: (Special use permit) None
  - (D) City Engineer: Thomas G. Martin
  - (E) City Commission Approval: November 28, 1994  
Date