

CITY OF MCALLEN
REQUEST FOR OIL OR GAS DRILLING PERMIT

DATE June 13, 1996

1. Company submitting Request: Fina Oil and Chemical Company

2. Address: P.O. Box 62102

3. City/State: Houston, Texas 77205-2102

4. Legal & Geographic Description of drilling site: Bales Gas Unit #3: Surface and Bottomhole Location: 175.0' FNL and 100.0' FEL of Lot 8, Fords's Subdivision, out of the south 20 acres of Lot 7, Block 6, Hidalgo Canal Company Subdivision, in the City Limits of McAllen, Texas.

5. The following requirements have 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 - Occurrence \$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: *Petelia*
 - B) City Attorney: _____
 - C) Director of Planning: (Special use permit) *JR Ranken NA*
 - D) City Engineer: *K...*
 - E) City Commission Approval: 06/24/96
Date