

CITY OF MCALLEN
REQUEST FOR OIL OR GAS DRILLING PERMIT
DATE: September 11, 2001

1. Company submitting Request: TotalFinaElf E&P USA, Inc.
2. Address: 800 Gessner, Suite 700
3. City/State: Houston, Texas 77024
4. Legal and Geographic Description of Drilling Site: McAllen Fieldwide Unit #75 Well
Surface Location: 878.55 feet from the north line, 731.49 feet from the east line of the N/2 of Lot 8 (of Lot 16), in the SE/4 of Block 8, Hidalgo Canal Company Subdivision, Drilling Block #81, Hidalgo County, Texas.
Bottom Hole Location: Approximately 1,750' southwest of the surface location, being 300 feet from the west line and 0 feet from the south line of Lot 1, in the NE/4 of Block 7, Hidalgo Canal Company Subdivision, Drilling Block #82, City of McAllen, Hidalgo County, Texas.
5. The following requirements have been satisfied:
 - A. Drilling Permit Fee submitted to City Secretary in the amount of \$2,500.00.
 - 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
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: *Leticia M. Vaca*

B) City Attorney: *J. R. Rankin*

C) Director of Planning: *J. R. Rankin (NA)*
(Special Use Permit)

D) City Engineer: *J. J. Gallo*

E) City Commission Approval: September 24, 2001