

CITY OF MCALLEN
REQUEST FOR OIL OR GAS DRILLING PERMIT
DATE: July 9, 2002

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 #77 Well
Surface Location: 863.55 feet from the north line, 716.52 feet from the east line of Lot 8 (of Lot 16), in the SE/4 of Block 8, of the Hidalgo Canal Company Subdivision, Drilling Block #81, City of McAllen, Hidalgo County, Texas.
Bottomhole Location: approximately 2,334.21 feet northwest of the surface location, being 460.47' from the east line and 1,416.37 feet from the south line of Lot 2, in the NE/4 of Block 8, Hidalgo Canal Company Subdivision, Drilling Block #1, 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: *Letitia M. Vach*
- B) City Attorney: _____
- C) Director of Planning: *NA J R Rankin*
(Special Use Permit)
- D) City Engineer: *J. Kelly*
- E) City Commission Approval: *July 22, 2002*