

**CITY OF MCALLEN**  
**REQUEST FOR OIL OR GAS DRILLING PERMIT**  
**DATE: November 22, 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-ST 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 2,600 feet northwest of the surface location, being 28.54' from the east line and 1,104.38 feet from the south line of Lot 4 (of Lot 10), in the SE/4 of Block 8, Hidalgo Canal Company Subdivision, Drilling Block #4, 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: Lucia Valt
- B) City Attorney: James E. Daily by the P.C.A.
- C) Director of Planning: Juanita R. Rankin (NA)  
(Special Use Permit)
- D) City Engineer: [Signature]
- E) City Commission Approval: 12-9-2002