

CITY OF MCALLEN
REQUEST FOR OIL OR GAS DRILLING PERMIT
DATE: April 9, 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 #54 Well Surface and Bottom Hole Location (same): 407.31 feet from the east line, 468.0 feet from the north line of Lot 1, NE/4 of Blk. 8, Hidalgo Canal Company Subdivision, and same being 111.3' FEL and 468' FNL of Lot 3, Coddington Addition, City of McAllen, Drilling Block #77, 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: *Stacia M. Vard*
 - B) City Attorney: *Sam King*
 - C) Director of Planning: N/A (JR)
(Special Use Permit)
 - D) City Engineer: *J. J. Ball*
 - E) City Commission Approval: *May 14, 2001*