

TXO PRODUCTION CORP.
900 WILCO BUILDING
MIDLAND, TEXAS 79701
915/682-7992

February 9, 1984

Noranda Exploration Inc.
P. O. Drawer 159
Lithia, Florida 33574

CERTIFIED MAIL

Attn: Mr. Jim Brewer

Gentlemen:

In accordance with the provisions of NMOC Order R-111-A, as amended, we wish to notify your company that TXO Production Corp. is filing an application for permit to drill a 2,700' Yates test well at a location in the SW/4 NE/4 of Section 16, T-20-S, R-32-E, Lea County, New Mexico, on State Oil and Gas Lease #V-805.

We have been advised that your company is the owner of record of certain potash leases that are within one (1) mile of the proposed location. We respectfully request that you waive any objection you may have to the proposed well and ask that you so indicate by signing and returning one copy of this letter in the enclosed self-addressed stamped envelope. We have attached, for your information, a copy of the application for permit to drill and the well location and acreage dedication plat.

Your early and favorable consideration of this request is appreciated.

Very truly yours,

Randy Click
Area Landman

RC/bv
Enclosure

NO OBJECTION OFFERED.

NORANDA EXPLORATION INC.

By: _____

Title: _____

Date: _____