WO# 150407PS (Rev. A)

AMTEX ENERGY, INC. AMTEX/COG DRILL ISLAND IN SECTION 30, TOWNSHIP 21 SOUTH, RANGE 33 EAST, N.M.P.M., LEA COUNTY, NEW MEXICO GLO B.C. GLO B.C. GLO 1/4 B.C. "1913" "1913" "1913" 20 19 24 19 29 25 30 30 В AMTEX ENERGY, INC. DAGGER STATE UNIT #1 TARGA BPL C GLO 1/4 B.C. "1913" GLO 1/4 B.C. "1913 NEW MEXICO EAST ZONE NEW MEXICO EAST ZONE NAD 27 NAD 27 A: 1330' FNL & 10' FWL C: 2630' FNL & 10' FEL (N)Y=529390.81 US FT (N)Y=528116.22 US FT (E)X=720246.49 US FT (E)X=725390.38 US FT LAT .: N 32'27'12.18" LAT.: N 32'26'59.22" LONG .: W 103'37'09.55" LONG .: W 103°36'09.63" B: 1330' FNL & 10' FEL D: 2629' FNL & 10' FWL (N)Y=529416.14 US FT (N)Y=528091.88 US FT (E)X=725379.58 US FT (E)X=720254.95 US FT LAT.: N 32'27'12.09" LAT.: N 32'26'59.33" LONG .: W 103*36'09.65" LONG .: W 103'37'09.56" 30 29 25 30 GLO 1/4 3.C. "1913 32 36 31 GLO B.C. GLO B.C. TERRY J ASE "1913" "1913" NEW METIC SURVEYORS CERTIFICATE I, TERRY J. ASEL, NEW MEXICO PROFESSIONAL SURVEYOR SURV NO. 15079, DO HEREBY CERTIFY THAT I CONDUCTED AND AM ROFESSIONAL LAND RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF, AND MEETS THE "MINIMIUM STANDARDS FOR SURVEYING IN NEW MEXICO" AS ADOPTED BY THE NEW LEGEND MEXICO STATE BOARD OF REGISTRATION FOR PROFESSIONAL ENGINEERS AND SURVEYORS. - DENOTES FOUND MONUMENT AS NOTED --- - DENOTES ELECTRIC LINE DENOTES PIPELINE - DENOTES FENCE LINE Terry J. Astel N.M. R.P.L.S. No. 15079 ==== - DENOTES CALICHE ROAD 1000' 0 1000' 2000' FEET Asel Surveying HHHHE SCALE: 1"=1000" P.O. BOX 393 - 310 W. TAYLOR HOBBS, NEW MEXICO - 575-393-9146

Subject: RE: AMTEX "Dagger Draw" Drill Island in Section 30 21S 33E

Date: Friday, July 15, 2016 at 7:36:40 AM Central Daylight Time

From: Martin, Ed

To: Rutley, James, Katie Keller, Kevin Ryan

CC: Tate F. Savage

The New Mexico State Land Office concurs. Drill Island to which this email refers is approved.

Ed Martin
Oil and Gas Manager
Oil Gas and Minerals Division
505.827.5746
New Mexico State Land Office
310 Old Santa Fe Trail
P.O. Box 1148
Santa Fe, NM 87504-1148
emartin@slo.state.nm.us



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From: Rutley, James [mailto:jrutley@blm.gov]

Sent: Tuesday, July 05, 2016 6:48 AM

To: Katie Keller <katiek@intrepidpotash.com>; Kevin Ryan <Kevin.Ryan@intrepidpotash.com> Cc: Tate F. Savage <tate.savage@amtexenergy.com>; Martin, Ed <emartin@slo.state.nm.us>

Subject: AMTEX "Dagger Draw" Drill Island in Section 30 21S 33E

Good Morning Katie and Kevin,

AMTEX Energy proposed to State Lands and BLM the AMTEX Drill Island for its Dagger Draw operations. The drill island and development area's 30 day notification period expired without objection or protest. The development area consists of all of sections 19, 30 and 31 in T21S R33E and all wells will be drilled from the AMTEX Drill Island in Section 30(see attached survey).

Because the drill island is on State Lands and not BLM, a formal Federal development area was not approved but would have been if on Federal Lands.

Only wells drilled from or proposed from the AMTEX Drill Island will be approved with respect to your LMR. All other wells not on drill island will be subject to provisions of Oil Conservation Division Order R-111-P as to whether the proposed locations are within an established Life-of-Mine-Reserve that is filed with BLM by you.

Thanks,

Jim

James S. Rutley Geologist Carlsbad Field Office Bureau of Land Management (575) 234-5904

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Subject: RE: AMTEX "Dagger Draw" Drill Island in Section 30 21S 33E

Date: Friday, July 15, 2016 at 7:49:19 AM Central Daylight Time

From: Martin, Ed

To: Tate Savage, 'Rutley, James'

Nothing more formal is required from our standpoint. See my email sent today indicating approval.

Ed Martin
Oil and Gas Manager
Oil Gas and Minerals Division
505.827.5746
New Mexico State Land Office
310 Old Santa Fe Trail
P.O. Box 1148
Santa Fe, NM 87504-1148
emartin@slo.state.nm.us

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From: Tate Savage [mailto:tate.savage@amtexenergy.com]

Sent: Wednesday, July 13, 2016 9:56 AM
To: 'Rutley, James' <jrutley@blm.gov>
Cc: Martin, Ed <emartin@slo.state.nm.us>

Subject: RE: AMTEX "Dagger Draw" Drill Island in Section 30 21S 33E

Thank you Jim and Ed.

Is there anything more official that Amtex can expect to receive from either the BLM or SLO that shows proof of the validity of this Drill Island?

-Tate

From: Rutley, James [mailto:jrutley@blm.gov]

Sent: Tuesday, July 5, 2016 7:48 AM

To: Katie Keller < katiek@intrepidpotash.com >; Kevin Ryan < Kevin.Ryan@intrepidpotash.com > Cc: Tate F. Savage < tate.savage@amtexenergy.com >; Martin, Ed < martin@slo.state.nm.us > Subject: AMTEX "Dagger Draw" Drill Island in Section 30 215 33E

Good Morning Katie and Kevin,

AMTEX Energy proposed to State Lands and BLM the AMTEX Drill Island for its Dagger Draw operations. The drill island and development area's 30 day notification period expired without objection or protest. The development area consists of all of sections 19, 30 and 31 in T21S R33E and all wells will be drilled from the AMTEX Drill Island in Section 30(see attached survey).

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Thanks,

Jim

James S. Rutley Geologist Carlsbad Field Office Bureau of Land Management (575) 234-5904

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