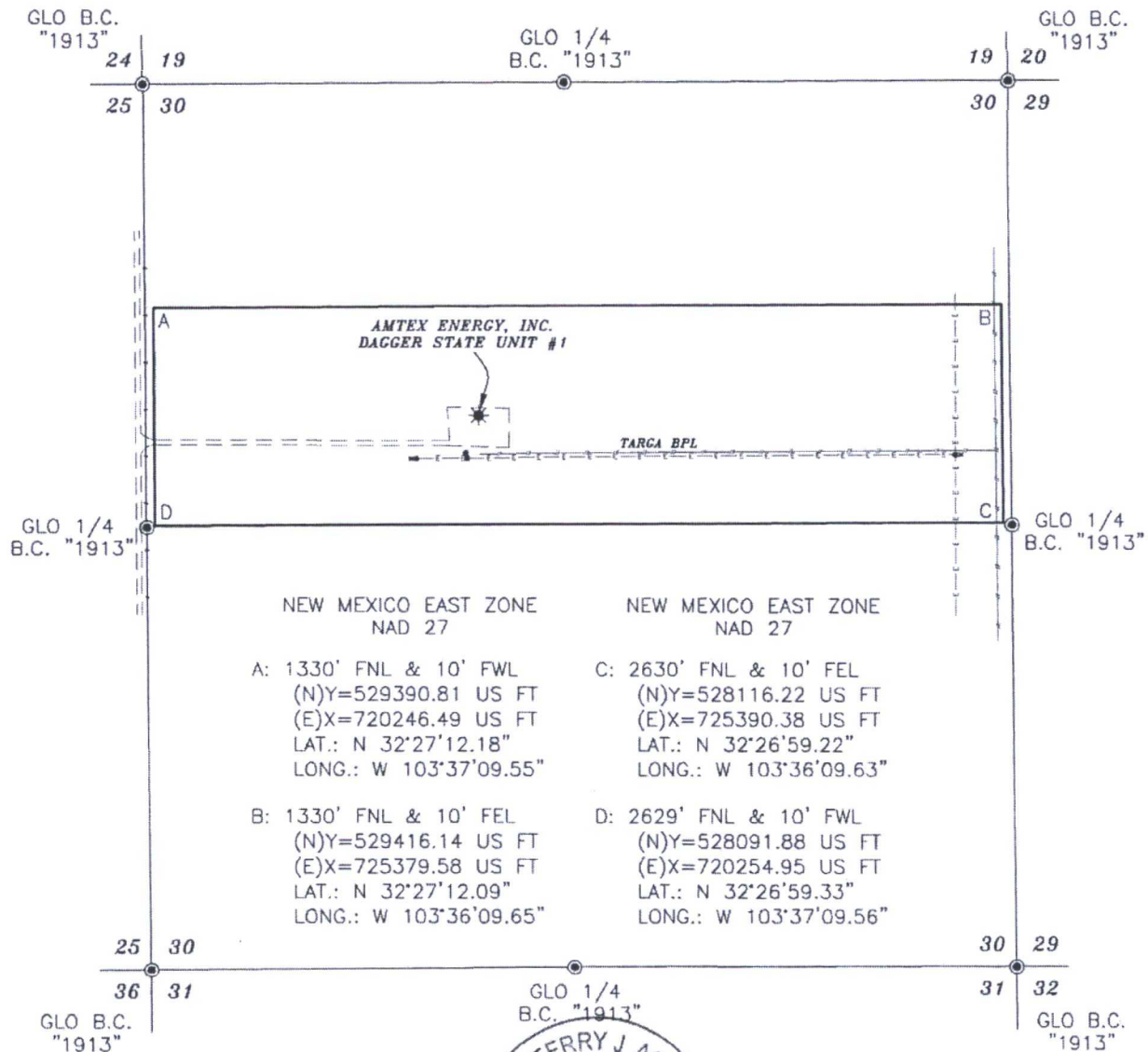


30-025-43638

AMTEX ENERGY, INC.  
AMTEX/COG DRILL ISLAND IN SECTION 30,  
TOWNSHIP 21 SOUTH, RANGE 33 EAST,  
N.M.P.M., LEA COUNTY, NEW MEXICO



**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 <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).

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Thanks,

Jim

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

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