

STEVENS & TULL, INC.

P. O. Box 11005

MIDLAND, TEXAS 79702

915/699-1410

May 3, 1995

Noranda Exploration, Inc.
P. O. Box 15638
Denver, Colorado 80215

RE: Federal 9 #7 Well
2310' FSL & 990' FEL, Sec. 9,
T-20-S, R-33-E, N.M.P.M.
Lea County, New Mexico
Indian Hill Prospect

Gentlemen:

Please be advised that Stevens & Tull, Inc. proposes to drill the captioned well without a Potash string. As required under Order No. R-111-P, we are hereby furnishing you with a copy of our APD and plat for said well.

Please return the attached waiver to the Oil Conservation Division at 2040 South Pacheco, Santa Fe, New Mexico 87505 at your earliest convenience. Should you have any questions, please contact our office.

Yours very truly,

STEVENS & TULL, INC.

\1t\jw0503.07t

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, and 4a & b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
 - ☐ Restricted Delivery
- Consult postmaster for fee.

3. Article Addressed to:

Noranda Exploration, Inc.
P. O. Box 15638
Denver, Colorado 80215

4a. Article Number

Z 110 919 138

4b. Service Type

- ☐ Registered ☐ Insured
☒ Certified ☐ COD
☐ Express Mail ☒ Return Receipt for Merchandise

7. Date of Delivery

8. Addressee's Address (Only if requested and fee is paid)

5. Signature (Addressee)

6. Signature (Agent)

Ray Sandlin

P. O. Box 11005

STEVENS & TULL, INC.

MIDLAND, TEXAS 79702

915/699-1410

May 3, 1995

Mississippi Potash Inc.
P. O. Box 1914
Yazoo, Mississippi 39194

RE: Federal 9 #7 Well
2310' FSL & 990' FEL, Sec. 9,
T-20-S, R-33-E, N.M.P.M.
Lea County, New Mexico
Indian Hill Prospect

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Yours very truly,

STEVENS & TULL, INC.

\lt\jw0503.06t

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2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Mississippi Potash Inc.
P.O. Box 1914
Yazoo, Mississippi 39194

4a. Article Number

7 110 919 139

4b. Service Type

- ☐ Registered ☐ Insured
☒ Certified ☐ COD
☐ Express Mail ☒ Return Receipt for Merchandise

7. Date of Delivery

5/6/95

5. Signature (Addressee)

6. Signature (Agent)

8. Addressee's Address (Only if requested and fee is paid)

STEVENS & TULL, INC.

P. O. Box 11005

MIDLAND, TEXAS 79702

915/699-1410

May 3, 1995

New Mexico Potash Corporation
P. O. Box 610
Hobbs, New Mexico 88240

RE: Federal 9 #7 Well
2310' FSL & 990' FEL, Sec. 9,
T-20-S, R-33-E, N.M.P.M.
Lea County, New Mexico
Indian Hill Prospect

Gentlemen:

Please be advised that Stevens & Tull, Inc. proposes to drill the captioned well without a Potash string. As required under Order No. R-111-P, we are hereby furnishing you with a copy of our APD and plat for said well.

Please return the attached waiver to the Oil Conservation Division at 2040 South Pacheco, Santa Fe, New Mexico 87505 at your earliest convenience. Should you have any questions, please contact our office.

Yours very truly,

STEVENS & TULL, INC.

\1t\jw0503.05t

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3. Article Addressed to:

New Mexico Potash Corporation
P. O. Box 610
Hobbs, New Mexico 88240

I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

4a. Article Number

Z 110 919 140

4b. Service Type

- ☐ Registered ☐ Insured
☒ Certified ☐ COD
☐ Express Mail ☒ Return Receipt for Merchandise

7. Date of Delivery

5/5

5. Signature (Addressee)

6. Signature (Agent)

8. Addressee's Address (Only if requested and fee is paid)



May 5, 1995

Mr. Jerry Weant
Stevens & Tull, Inc.
PO Box 11005
Midland, Texas 79702

RE: Federal 9 #7 Well
2310' FSL and 990' FEL, SEC 9,
T-20-S, R-33-E. N.M.P.M.
Lea County, New Mexico
Indian Hill Prospect

Dear Mr. Weant:

We have received the referenced application, dated May 3, 1995. At this time, Mississippi Potash, Inc. does not offer objections to the location stated above.

However, this location resides within the Secretary's Potash Area, as defined in the 1986 Secretary's Order, and we feel all wells should comply with the requirement of a "salt protection string" of casing.

We do object to this well being drilled without the "salt protection string".

Sincerely,

MISSISSIPPI POTASH, INC.

Randy Foote
General Manager

cc: Oil Conservation Division
Allen Bridgeforth



IMC Global

June 7, 1995

Mr. Jerry A. Weant
Stevens & Tull, Inc.
P.O. Box 11005
Midland, TX 79702

IMC Global Operations Inc.

1361 Potash Mines Rd.

Carlsbad, New Mexico 88221-0071

505.887.2871

505.887.0589 Fax

RE: Federal 9 #7 Well
2310'FSL, 990'FEL, Section 9, T20S-R33E
Lea County, New Mexico
Indian Hill Prospect

Dear Mr. Weant:

IMC Global, Inc. has received your notification that Stevens & Tull, Inc. intends to drill the above referenced well without a salt protection string. IMC objects to this well being drilled without the salt string because it lies within the Potash Area as defined by Order No. R-111-P. R-111-P requires a salt protection string for wells located within the potash area, however, IMC would not object to the well should it be drilled with the potash string as it is greater than 1/4 mile from IMC's LMR and buffer zone.

The location is approximately 1 mile from IMC's LMR. We do not feel comfortable with holes drilled without the salt string this close to potential mining areas.

The current LMR and buffer zone are determined from the best available information. As more information becomes available, the LMR can change and may be modified and adjusted. This is reflected in the yearly update of the LMR. The relationship of any well location relative to the LMR can change. Therefore, please consider the "objection offered" or "no objection offered" to a well location to be valid for only one year. If you are still considering a well location that a potash operator has or has not objected to more than one year prior, notify us again at that time so we can make the decision on information current at that time. Do not consider a "no objection offered" or an "objection offered" decision to be permanent.

IMC Global, Inc. protests drilling this well without a potash protection string.

Sincerely,

Peter N. Livingstone
Senior Mine Engineer

cc: Dick Manus Walt Thayer Charlie High Leslie Cone
William Calkins Tim O'Brien Joan Florez

PNL/pnl/o&g2

Box 71
Carlsbad, N.M. 88221

JFG Ent.
LG-3230

9-1-93
77073

94619
35000

Chas. E. & Mark Smith, S

Union UN

27572

POTASH LEASEHOLD OWNERSHIP

NM-013298-A, IMC GLOBAL OPERATIONS INC.

M-651-9, MISSISSIPPI POTASH INC.

M-19262-1, NEW MEXICO POTASH CORPORATION

LEA COUNTY, N.M.

1" = 2000'

Mitchell Ener.
01-4-1-95
83612
20000

Ener. D/R
Barber Oil
to 3500'
HBP
89889

Bass Ent.
Anasazi-Fed

Pan Amer.
Little Eddy Unit
U.S. D/A 7-1-66

(TXO et al. 3/4)
State
Mitchell Ener. (Matador Pet.)
5-1-93 55564
L.S.E.R. Pet.
Bass Ent.
D/A 7-1-63
Bass Ent.
Anasazi-Fed
9-0 Fed.

Mitchell Ener.
10-1-93
77074
8500

Bass Ent.
Anasazi-Fed

Mitchell Ener.
Scharbauer
Scharbauer
Cat Co. et al.
Mark Smith(S)

Meridian
86557
110020
US
Cleary Pet 3/4
HBP
17238
R.C.Hanks
U.S. Govt.
TD 3460
D/A 8-16-66

McGrath
E. Smith
Fed. Trigg
TD 3435
U.S.

BTA
V-2198
(P/B)
(3.1 Mil
+ 100 bbls.)

Gem 87
6 BT
F34
V-2
Gem 8705 JV-P
1-YS
Sta

Mitchell Ener. et al. 1/2
(Santa Fe Ener.)
4-1-95
83613
41000

Mitchell Ener. D/R
Barber to 3500'
HBP
89889

Stevens
E. Tull
Fed. 9
Mitchell Ener. D/R
Barber Oil
to 3500'
89889
Stevens
E. Tull
Fed. 9
Grover-McKinney
Barber-Fed
Grover-McKinney
(Mabil)
51844
Grover-McKinney
Fed.
TD 3400 4
Sinclair
Leg-Fed.
ARC
U.S.
Stevens
E. Tull
11-2005
94857
22400

Amin. Oil
8-1-77
2844

Staitz
Union Tex
TD 3554
D/A 7-1-63

Grace Pet.
HBP
13280

Cleary Pet
17439
Samson Res
(Siete O.E.G.)
Tonto Fed
TD 10706
P/B

Grace Pet.
HBP
13280

Grace Pet.
KGS
1523 32
West'n Dng
And. Prich.
TD 3410

Merid
F340
2 Ch
Samson Res
Smith
Pct Fed
(P/B)

Grace Pet.
Anadarko
S/R
11 AB
Devon Ener
(ARCO)
Mather-Ten-F
D/A 7-1-66

Mitchell Ener.
67499

Mitchell Ener.
10-1-93
77074
8500

Stevens
E. Tull
6-1-2005
94852
4000

W.K. Byrom
Fed. 17
TD 3286
D/A 7-30-62

Santa Fe Ener.
4-1-95
83614
25000

Mitchell Ener.
Santa Fe Ener. 1/2
10-1-93
V-2711
8711

OXY
H.B.P.
B-1482

Sinclair
Stevens E. Tull
to 4000'
ARC
Snyder
Hendon
Stevens E. Tull, Inc
"BF"
E-3441
OXY
H.B.P.
B-1482
State

Final O.E.C
Grace Pet.
HBP
13279

G Knox
Tenneco Fed
TD 3418
D/A 15-64

W.H. Black
(ob agmt)
to 4000'
Union
Tex.
Tenneco
HBP
13279

Santa Fe Ener.
10-1-82
16640

Mitchell Ener.
10-1-93
77074
8500

Barber Sh
Mitchell Ener.
D/R
89889

Mitchell Ener.
67499

Phillips
Grace Pet.
HBP
13280

Grace Pet
2-1-85
40405

TD 3487

H.E. Yates Co.
11-1-95
63764

Mitchell Ener.

Meridian
Woodbine
HBP
29704
TD 3433

W.L.