

e.) Gulf Location in

Section 19, Township 19 South, Range 30 East,

N.M.P.M., Eddy County, New Mexico.

1.)

2.)

3.)

11. The Parties shall abide by all rules and regulations of the Division contained in Order No. R-111-A including the rules and regulations governing drilling and casing programs, plugging and abandonment of wells, inspection of drilling and mining operations and filing of well surveys, mine surveys and potash development plans.

12. Southland, Superior and Gulf agree, stipulate to and will not oppose in any forum the approval of the Amax Application in Case No. 6495 with respect to extension of the potash-oil area in the area of general interest.