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U. C. D.

September 16, 1992



Mr. Clifton R. May Yates Petroleum Corporation 105 South Fourth Street Artesia, NM 88210

RE: Pauline ALB State Well #8

1980'FSL and 660'FWL, Sec. 32, T23S-R31E

Eddy County, New Mexico

Dear Sir:

IMC Fertilizer, Inc. has received your notification that Yates Petroleum intends to drill Pauline ALB State Well #8, 1980'FSL and 660'FWL in Section 32 T23S - R31E. IMC Fertilizer has a potash lease that includes all of Section 32 but has no objection to Yates drilling Pauline ALB State Well #8 because it is outside IMCF's LMR and buffer zone as described in the NMOCC Order No. R-111-P.

The current LMR and the 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 one year only. 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 Fertilizer, Inc. submits this letter in lieu of the forms requested.

Sincerely,

Oary Williams

Chief Mine Engineer

GW: tmh

cc: Dick Manus
Leslie Cone
Larry Woodard
Walt Thayer
Charlie High
Tony Herrell