



FERTILIZER, INC.

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A. I. D.

July 23, 1993

Patrick J. Tower
Enron Oil & Gas Company
P. O. Box 2267
Midland, Texas 79702

RE: James Ranch Unit No. 32
990' FSL & 1860' FEL Section 36-T22S-R30E
Eddy County, New Mexico
James Ranch Prospect

Dear Sir:

IMC Fertilizer, Inc. has received your notification that Enron Oil & Gas Company intends to drill James Ranch Unit No. 32, 990' FSL & 1860' FEL Section 36-T22S-R30E. IMC Fertilizer has no objection to Enron drilling James Ranch Unit No. 32 as it is more than 1/2 mile from the current LMR or buffer zone.

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,

Dan Morehouse

Dan Morehouse
Supt. Mine Engineering

DM:tmh

cc: Dick Manus Walt Thayer
 Leslie Cone Charlie High
 Monte Jordan Tony Herrell