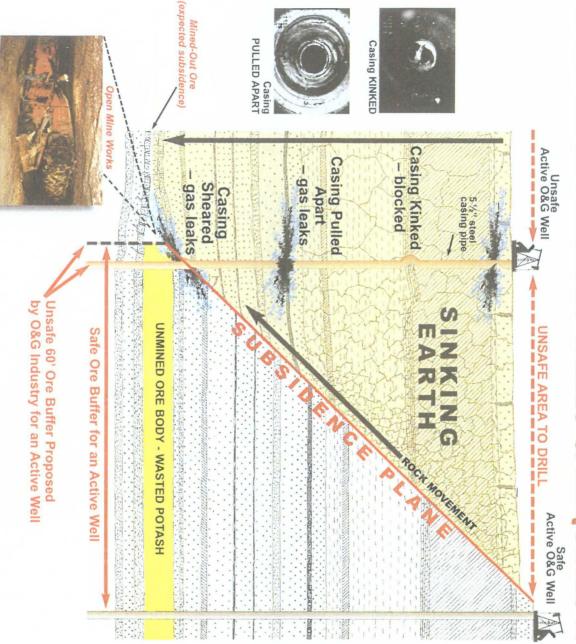
## MINE SUBSIDENCE DAMAGES WELLS & REQUIRES A SAFETY BUFFER

EXHIBIT Intrepid



lying within the subsidence zone

(i.e., that lies

too close to

the mine)

Sinking earth

damages the

FAILURE

CASING

casing of any

active well

NO COMPREHENSIVE STUDY
HAS BEEN DONE IN THE
POTASH AREA TO DETERMINE
A SAFE BUFFER SIZE FOR
ACTIVE WELLS AND PLUGGED/
ABANDONED WELLS—
CURRENT STANDARDS FOR
ACTIVE WELLS WERE NEGOTIATED

The subsidence plane begins at the top edge of the open mine workings and extends upward and outward all the way to the surface. This forces miners to leave a safety buffer of unmined potash between the mine and an active well. The State of New Mexico requires a minimum/4 to ½ mile safety buffer for active wells. But these standards were arrived at by negotiation and not as a result of a comprehensive safety study, and as a result of a comprehensive safety study, and are still not as protective as modern buffer standards in other parts of the world. The oil and gas industry has proposed only a 60 foot safety buffer for active wells, which is clearly unsafe.