STATE OF NEW MEXICO ENERGY, MINERAL AND NATURAL RESOURCES DEPARTMENT THE NEW MEXICO OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

APPLICATION OF HALLWOOD PETROLEUM, INC. FOR ORDER ALLOWING DRILLING IN POTASH AREA, LEA COUNTY, NEW MEXICO.

Case No. 12,055

17 PH 3: 50

SUBPOENA DUCES TECUM

TO: MISSISSIPPI POTASH, INC. P.O. Box 101 1996 Potash Mines Road Carlsbad, NM 88220

You are hereby commanded to appear at 8:15 a.m., on September 29, 1998, at the

offices of the Oil Conservation Division, 2040 South Pacheco, Santa Fe, New Mexico

87505 and to there produce the documents and items specified in the list attached hereto

as Exhibit A and to make all such documents available to Hallwood Petroleum, Inc. and

its attorney, James A. Gillespie, for review and/or copying.

And this do ye under penalty of the law.

Dated this / Huday of Splend 1998.

NEW MEXICO OIL CONSERVATION DIVISION

BY:

EXHIBIT A

TO SUBPOENA DUCES TECUM TO MISSISSIPPI POTASH, INC. IN NMOCD CASE NO. 12,055

PURPOSE: The purpose of this Subpoena Duce Tecum is to obtain information with bearing on the Applicant's request in the referenced case.

LANDS: Unless specifically indicated otherwise, information is sought as to all of the following described lands: T-20-S, R-33-E, Sections 16-21, 28-33; T-20-S, R-32-E, Sections 13, 14, 23-26, 35 & 36; T-21-S, R-31-E, Section 1; and T-21-S, R-32-E, Sections 4-6.

TIME: Furthermore, unless indicated otherwise, the information sought is for the period from 1995 to the present.

INSTRUCTIONS:

This Subpoena Duces Tecum seeks all information available to you or in your possession, custody or control from any source, wherever situated, including but not limited to information from any files, records, computers, employees, former employees, consultants, counsel and former counsel. It is directed to each person to whom such information is a matter of personal knowledge.

When used herein, MPI refers to Mississippi Potash, Inc. and any of its predecessors in interest, including New Mexico Potash or any subsidiaries, parent or sister corporations, or similarly related entities.

DOCUMENTS TO BE PRODUCED:

- 1. All LMR maps;
- 2. All corehole files (regardless of when drilled);
- 3. All mine plans;
- 4. Maps showing annual mine progress from 1992 to the present;
- 5. The current mine survey map;
- 6. All reserve maps, including polygon maps;
- 7. All Royalty Reduction Request files;
- 8. All potash lease files;
- 9. All documents showing MPI's cutoff grades from 1992 to the present; and
- 10. All documents reflecting the effects of carnallite and/or other contaminants and/or insolubles on MPI's milling process and recoverable grades.