



PHILLIPS PETROLEUM COMPANY

MIDLAND, TEXAS 79701
BOX 791 PERMIAN BUILDING

EXPLORATION AND PRODUCTION DEPARTMENT

May 18, 1970

National Potash Company
P. O. Box 731
Carlsbad, New Mexico 88220



Re: Potash Lease LC 068397 -
Sections 8, 9, 10 -20S -32E,
Lea County, New Mexico

Attention: Mr. Tom G. Ferguson

Gentlemen:

Phillips Petroleum Company, as unit operator, is planning to drill a 13,000' Morrow test in the NE/4 SW/4 Section 15, T-20-S, R-32-E, Lea County, New Mexico.

The subject well will be drilled under the applicable oil and gas operating regulations, including such requirements as to Federal lands as may be prescribed by the supervision of the United States Geological Survey, and as to State lands by the Commissioner, including a pipe program that will adequately protect any potash deposits that may be encountered in such well.

Mr. Harroun and Mr. Haworth, the owners of the potash lease on Section 15, T-20-S, R-32-E, have given their approval to our proposed well.

Since the subject well is within one mile of your potash lease, we would appreciate your approval of our location of this proposed Morrow test.

Yours very truly,

Don Wolfenberger
Don Wolfenberger

DW:jhd

Approved:

NATIONAL POTASH COMPANY

By *T. G. Ferguson*
Date 5/21/70

