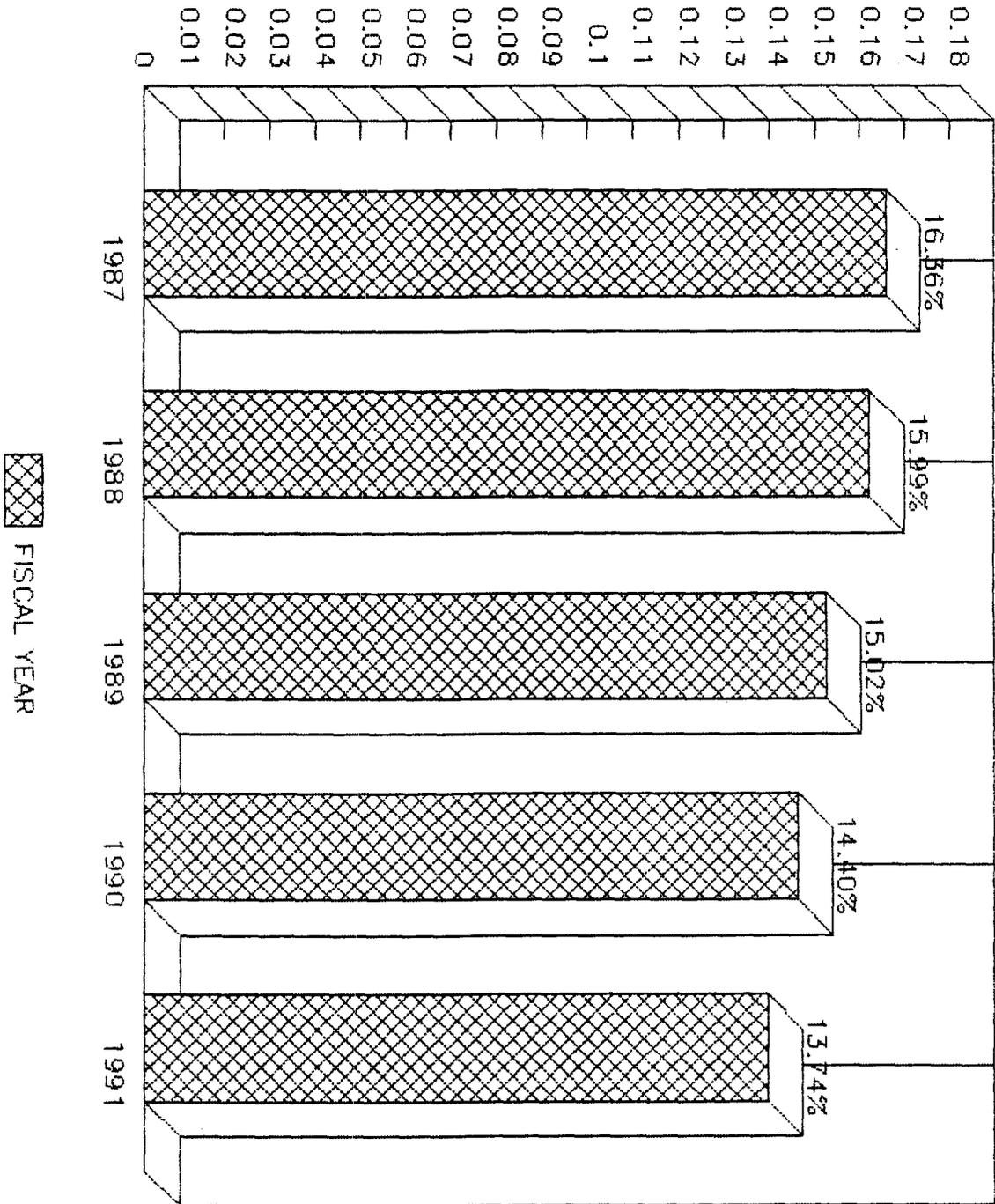


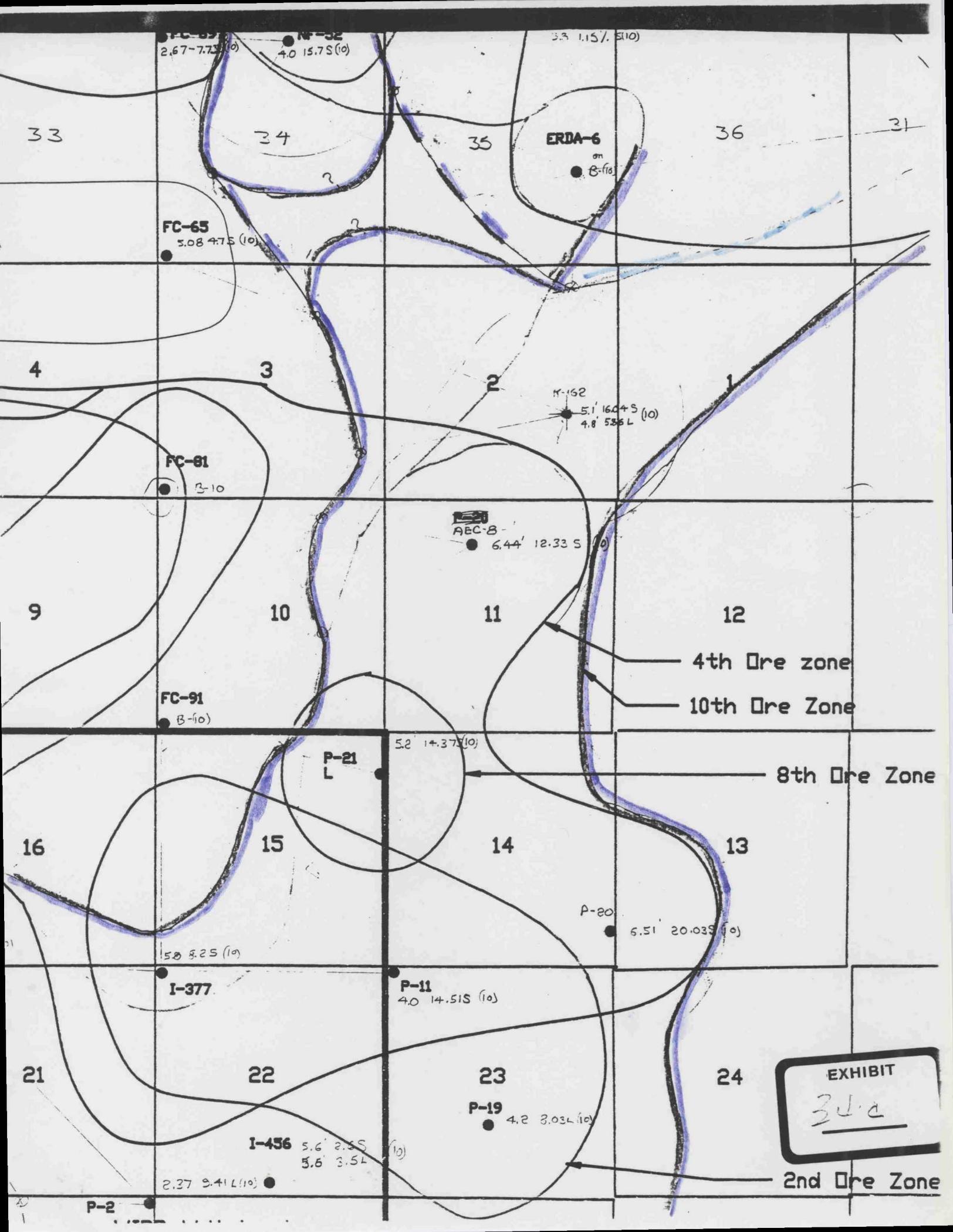
AVERAGE GRADE OF SYLVITE PRODUCERS

FISCAL YEAR 1987-1991

EXHIBIT
346

PERCENT







EXECUTIVE CORRESPONDENCE

United States Department of the Interior

TAKE
PRIDE IN
AMERICA

BUREAU OF LAND MANAGEMENT

Carlsbad Resource Area Headquarters

P.O. Box 1778

Carlsbad, New Mexico 88221-1778

3160 (067)

OCT 20 1992

To Whom It May Concern:

This letter is in response to a subpoena for testimony from Tony J. Herrell, by Mr. Charles High of Kemp, Smith, Duncan, & Hammond, PC. Mr. Herrell will be allowed to present testimony on the following issues:

1. The grade of potash ore being mined in the basin.
2. The standards used by the Bureau of Land Management to determine if an area contains commercial grade potash.
3. If commercial grade ore exists in Section 2 of T.22S., R31E.

Mr. Herrell will only be allowed to testify as to matters of fact and not discuss departmental policy, regulations, or orders. Additionally, Mr. Herrell will not be allowed to reveal any proprietary information.

Sincerely

Richard L. Manus
Richard L. Manus
Area Manager

EXHIBIT

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