



Mosaic Potash Carlsbad Inc.
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December 19, 2012

API# 30-015-40905

Mr. Bryan Arrant
Regulatory Specialist II
Chesapeake Energy Corporation
PO Box 18496
Oklahoma City, OK 73154-0496

Dear Mr. Arrant:

We are in receipt of your letter dated November 2, 2012 concerning an APD for a gas well in the NENE (Unit A) of Section 24, T-23-S, R-29-E. I located the footages for this well on the NMOCD web site and found them to be 150' FNL & 825' FEL of that Section. Mosaic Potash Carlsbad Inc. does have a potash lease just under 1 mile of this location but our LMR is yet further away. This location is "behind" previously drilled wells and does not appear to interfere with our potash operations.

Your request is to drill the Remuda Basin 24-23-29 State 1-H test well to the Bone Springs formation and therefore a "deep gas well" according to the OCD definition. Due to the reasons set out in the paragraph above, Mosaic does not object to the stated location of this well.

As more information becomes available, our estimates of the extent of potash resources in any given area may change. If you are still considering this well location at a date later than one year from today, notify us again at that time so we can make a new decision on information current at that time. Do not consider a "no objection offered" or an "objection offered" decision to be permanent.

Sincerely,

Dan Morehouse
Mine Engineering Superintendent

cc: Bill Boyer Terry Morrow Jim Rutley Craig Shapard