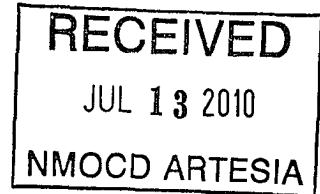


30-015-38005

MEWBOURNE OIL COMPANY

701 S. CECIL  
PO BOX 5270  
HOBBS, NM 88240  
(575) 393-5905  
(575) 397-6252 FAX



July 12, 2010

OIL CONSERVATION DIVISION

1301 W Grand Ave  
Artesia, NM 88210  
Attention: Randy Dade

Re: Parkway 26 St Com #3H

Mewbourne Oil Company has applied for an APD for the Parkway 26 State Com #3H, 2240' FNL & 330' FWL, Eddy Co., NM. This location is within Intrepid's life of mine reserve (NMOCD Order R-111-P).

Please find enclosed letter from Intrepid Potash, whereby Intrepid has agreed not to object to grant approval for the APD for the above captioned well.

Accordingly please approve our APD as applied.

If you have any questions please call Paul Haden, in our Midland Office. (432-682-3715) or Micky Young in our Hobbs office.

Thank you,

A handwritten signature in black ink that reads "Jackie Lathan". The signature is fluid and cursive.

Jackie Lathan  
Hobbs Regulatory

Accepted for record  
NMOCD Handwritten initials, possibly "JD", next to the text.



Intrepid Potash, Inc.  
707 17<sup>th</sup> Street, Suite 4200  
Denver, CO 80202  
303.296.3006  
303.298.7502 fax

July 9, 2010

*Via Fax 432-685-4170 and U.S. Mail*

D. Paul Haden  
Senior Landman  
Mewbourne Oil Company  
500 W. Texas, Suite 1020  
Midland, Texas 79701

Re: MOC's Parkway "26" State Com No. 3H  
2240' FNL & 330' FWL (SL)  
2240' FNL & 330' FEL (BHL)  
Section 26, T19S, R29E  
Eddy County, New Mexico


Dear Mr. Haden:

We have considered your request, set forth in your April 13, 2010 letter, that Intrepid Potash – New Mexico LLC ("Intrepid") waive any objection to the drilling of the above-referenced well.

As we have previously indicated, the proposed well is within the Potash Area defined under Order No. R-111-P and within a ¼ mile buffer of Intrepid's Life of Mine Reserve ("LMR") as submitted to the New Mexico State Land Office under that order.

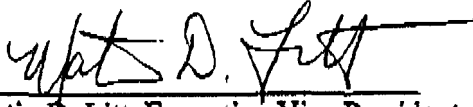
Despite all of the foregoing, and recognizing that Intrepid has the absolute right under Order No. R-111-P to withhold its consent to the drilling of your proposed well, Intrepid will and hereby does waive any objection to the drilling of the well. By its non-objection, Intrepid does not agree to or assume the risks of any release of oil or gas or other substance from the Parkway "26" State Com No. 3H well into the environment, including into underground mine workings, arising out of or attributable to Mewbourne's drilling, operation, plugging and abandoning of the Parkway "26" State Com No. 3H well.

Please keep in mind Intrepid's reasonable and good faith willingness to work with Mewbourne to enable the drilling of this well the next time you are in a group of oil and gas companies inclined to denigrate and frustrate Intrepid's continuing efforts to mine the nation's only strategic potash reserve to provide needed fertilizer to grow the crops to feed this country.

Accepted for record  
NMOCD 

Sincerely,

Intrepid Potash-New Mexico, LLC

A handwritten signature in black ink, appearing to read "Martin D. Litt", with a horizontal line extending from the end of the signature.

Martin D. Litt, Executive Vice President and General Counsel

cc: Randy Dade, District Supervisor, NMED  
Mark E. Fesmire P.E., Director, OCD