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August 22, 2005

Oil Conservation Division  
Attention: Mr. Tim Gum  
1301 W. Grand Avenue  
Artesia, NM 88210

Re: Morrow Gas Test  
2,310' FNL and 1,980' FEL  
Section 2, T-20-S, R-30-E  
Eddy County, New Mexico

30 - 015 - 34271

Dear Mr. Gum:

In accordance with the State of New Mexico, Energy, Minerals and Natural Resources Department Oil Conservation Commission Order R-111-P, Intrepid Potash - NM, LLC. offers no objection to the proposed drilling location of the aforementioned Morrow Gas Test by the Marbob Energy Corporation.

On August 12<sup>th</sup>, I had a phone conversation with Mr. Brent May of Marbob, regarding the issue of solution mining in the vicinity of the proposed well location. I wanted Marbob to know that Intrepid Potash plans to solution mine the HB Potash Mine (formerly Eddy Potash). The phone conversation addressed the issue of any concerns or questions Marbob may have regarding this type of mining near future wells. Mr. May assured me that Marbob felt confident with their casing and cementing program and this was not an issue with his company.

Sincerely,

Thomas A. McGuire  
Senior Mine Engineer

cc: MARBOB ENERGY CORPORATION  
Attention: Mr. Brent May  
P.O. Box 227  
Artesia, NM 88211-0227

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