

March 25, 2013

RE: Loco Dinero State 36 #1  
Section 36, T-21-S R33-E  
Lea County, New Mexico

Paul Kautz  
Hobbs District Geologist  
1625 North French Dr.  
Hobbs, New Mexico 88240

Dear Mr. Kautz:

As requested in your email of February 21, 2013, I have research with the Mineral Manager of State Land Office in Santa Fe and the Mineral Manger of BLM Office in Carlsbad and have been advised there is not any active Potash Leases within one (1) mile radius of the proposed well.

Sincerely,

Vernon D. Dyer, CPL  
Agent for Marshall & Winston, Inc

cc: Donna Mull  
Hobbs District Office  
1625 North French Dr  
Hobbs, New Mexico 88240.

MAR 28 2013