

Belco Petroleum Corporation

Belco

March 20, 1980

National Potash Company
161 East 42nd St.
New York City, New York

Mr. W. D. Girand, Jr.
P. O. Box 1326
Hobbs, NM 88240

✓ Noranda Exploration, Inc.
P. O. Box 15638
Denver, CO 80215

D. S. Harrown & Russell Haworth
601 Riverside Drive
Carlsbad, NM 88220

Kerr-McGee Corp.
Kerr-McGee Bldg.
Oklahoma City, OK 73102

Mississippi Chemical Corp.
P. O. Box 388
Yafco City, Miss. 39194

Gentlemen:

Belco is proposing to drill a well in search of oil and/or gas at a location in the NW/4 SE/4 of Sec. 14, T-20-S, R-32-E, Lea County, New Mexico. Prior to submitting our application for permit to drill to the federal and state agencies, Belco is contacting the owners of potash leases in Sec. 14 and surrounding sections in order to obtain waivers for the filing of such permits to drill.

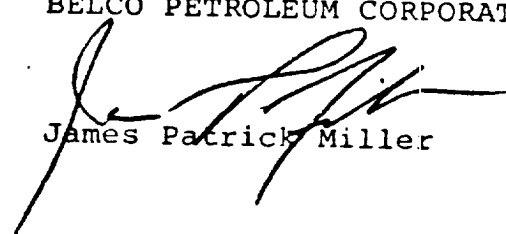
If you, as a holder of a potash lease in this area, have no objection to our wellsite location, please indicate by signing and returning a copy of this letter to this office. If you do have an objection, please notify me in writing so I may request an arbitration hearing at the same time we request a permit to drill. No response within 20 days after receipt of this letter will be construed as approval of our location and permit to drill.

AGREED AND ACCEPTED THIS
31 day of March, 1980.


DIRECTOR OF LAND ACQUISITIONS

Yours very truly,

BELCO PETROLEUM CORPORATION


James Patrick Miller

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