



MIDLAND PARTNERS
CARLTON BEAL
CARLTON BEAL, JR.
BARRY BEAL
SPENCER BEAL
KELLY BEAL

DENVER PARTNER
BARRY BEAL, JR.

BTA OIL PRODUCERS
104 SOUTH PECOS
MIDLAND, TEXAS 79701
AC 915-682-3753

ROCKY MOUNTAIN DIVISION
555-17TH STREET
SUITE 835
DENVER, CO 80202
AC 303-292-9299

May 24, 1991

In re: BTA 8705 JV-P Gem No. 5
Notice of Intention to Drill
Lea County, New Mexico

Mississippi Chemical Corporation
P. O. Box 101
Carlsbad, New Mexico 88220
ATTN: Mr. Bob Dynan

CERTIFIED MAIL

Gentlemen:

In accordance with the State of New Mexico's Oil Conservation Commission Order No. R-111-P, we enclose the following material:

- 1) Well location and acreage dedication plat.

According to the office of the Commission of Public Lands for the State of New Mexico, the Mississippi Chemical Corporation is the Lessee of a State of New Mexico potash lease covering the following lands:

All of Section 2, T-20-S, R-33-E, and SW/4, NW/4 SE/4 and S/2 SE/4 of Section 36, T-19-S, R-33-E, all in Lea County, New Mexico.

The drilling program will be the same as our 8705 JV-P Gem No. 4 well.

If you are agreeable that our drilling of the well will not interfere with your potash operations, please execute in the space provided below and return one (1) copy of this letter in the enclosed envelope to the undersigned at your earliest convenience.

Should you have any questions or need any additional information, please advise.

Yours truly,

WIN FARQUHAR
Manager Land Acquisitions

AGREED TO AND ACCEPTED THIS 29TH DAY OF MAY, 1991.
MISSISSIPPI CHEMICAL CORPORATION

By:

Title: GENERAL MINE SUPERINTENDENT

RECEIVED

JUN 18 1991

OFFICE
HONORARY OFFICE