

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 555-1714 STREET SUITE 835 DENVER, CO 80202 AC 303-292-9299

July 30, 1991

In re: BTA 8705 JV-P Gem No. 6 Well NE/4 SW/4 of Section 2, T-20-S, R-33-E, NMPM Lea County, New Mexico

Noranda Exploration, Inc. Suite 1300, Four King Street West Toronto, Ontario M5H186

Attention: Mr. Frank Condon

Gentlemen:

In reference to BTA Oil Producers letter dated June 21, 1991, pertaining to the captioned well, whereby Noranda Exploration, Inc. approved our location for said well, please find enclosed an Amended Application For Permit To Drill along with a well location and acreage dedication plat.

If you are agreeable that our location change 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.

Thank you for your time in this matter and should you have any questions, please advise.

Yours truly,

WIN J. FARQUEAR Manager Land Acquisitions

WJF/ckb

AGREED TO AND ACCEPTED THIS \underline{C}^{+6} day of August, 1991.

NORANDA EXPLOPATION, INC. Title: DIRECTOR BUSINESS DEVELOPMENT