MERIDIAN OIL

January 25, 1993

New Mexico Potash Co. P.O. Box 610 Hobbs, NM 88240

RE: POTASH LESSEE NOTIFICATION WITHIN A ONE MILE RADIUS OF PROPOSED DRILLING LOCATIONS
HAT MESA STATE WELL NO.'S 1, 2, 3, 4, 5, & 10
ALL WELLS LOCATED IN SEC. 32, T20S, R33E
HAT MESA DELAWARE FIELD
LEA COUNTY, NEW MEXICO
V-1618

Gentlemen:

This letter serves as notification of Meridian Oil Inc.'s drill and completion package. The potash lessee of record for Sec. 32 for the captioned locations is Mississippi Chemical Corporation. You are being notified as you are the potash lessee of record within a mile radius of Sec. 32, T20S, R33E, Lea County, NM.

The following descriptions are proposed locations for each well:

- Hat Mesa State No. 1 K, 1980' FSL & 1980' FWL, Sec. 32, T20S, R33E
- Hat Mesa State No. 2 N, 660' FSL & 1980' FWL, Sec. 32, T20S, R33E
- Hat Mesa State No. 3 G, 1710' FNL & 2310' FEL, Sec. 32, T20S, R33E
- Hat Mesa State No. 4 H, 1835' FNL & 990' FEL, Sec. 32, T20S, R33E
- Hat Mesa State No. 5 F, 2310' FNL & 2310' FWL, Sec. 32, T20S, R33E
- Hat Mesa State No. 10 Proposed re-entry of a plugged and abandoned well formerly Exxon's New Mexico FH State Com No. 1 - 1980' FNL & 1420' FWL of Sec. 32, T20S, R33E

Sincerely,

Maria L. Perez

Production Assistant

Maria I-Pers

915-688-6906

XC: Well File

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Don McBee

Prod. Engr.

Land Dept. (2)

Reser. Engr.

Regulatory

1 Connie Malik
2 Maria Perez