

MERIDIAN OIL

January 25, 1993

Bureau of Land Management
P.O. Box 1778
Carlsbad, NM 88221

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

Gentlemen:

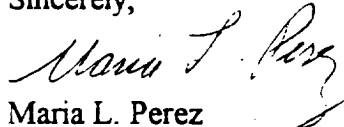
Per the telephone conversation with Mr. Craig Cranston of your office, this letter serves as notification for the captioned locations as there is a potash area within a one mile radius of Sec. 32, T20S, R33E, Lea County, NM.

Mr. Cranston informed us that there is a potash area in Sec. 29, T20S, R33E that is not leased. On unleased Federal lands Mr. Cranston said the Bureau of Land Management must be notified. The potash lessee for Sec. 32, T20S, R33E, where all proposed wells are located, is leased by Mississippi Chemical Corporation.

The following descriptions are the 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
915-688-6906

XC: Well File
Land Dept. (2)

Don McBee
Reser. Engr.

Prod. Engr.
Regulatory

1. Connie Malik
2. Maria Perez