



PHILLIPS PETROLEUM COMPANY

ODESSA, TEXAS 79762
4001 PENBROOK

EXPLORATION AND PRODUCTION GROUP

September 6, 1996

RECEIVED

SEP 10 1996

OIL CON. DIV.
DIST. 2

State of New Mexico
Oil Conservation Division
P. O. Drawer DD
Artesia, New Mexico 88211-0719

Re: Oil Transferred from
James A #1 to James E Lease

Gentlemen:

In August, 1996, approximately 64 barrels of oil was transferred from the James A Lease (Cabin Lake Strawn) to the James E Lease (Cabin Lake Delaware) to Well No. 13 to treat for paraffin. A Form C-126 is attached to this letter. The oil was transferred and recovered during the month of August. If you need any additional information, please feel free to call me at 915-368-1675.

Sincerely,

K. R. Oberle
Coordinator Finance & Operations