

CHARLES B. READ
PRESIDENT

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JOHN L. ANDERSON, JR.
EXPLORATION MANAGER

Read & Stevens, Inc.

Oil Producers

P. O. Box 2126

Roswell, New Mexico 88201

August 11, 1975

RECEIVED

AUG 12 1975

**O. C. C.
ARTESIA, OFFICE**

Read & Stevens, Inc.
#1 Harris State "16"
Section 16-15S-29E

Mr. W. A. Gressett
Oil Conservation Commission
P.O. Drawer DD
Artesia, New Mexico 88210


Dear Mr. Gressett:

We are still negotiating with Phillips for the connection on the casinghead gas from this well. Mr. Cooper has run the gas analysis and we have been talking with Mr. Glen Mitchell and Mr. John Glenn of Phillips in Odessa. They are still in the process of evaluating the cost of laying a pipeline either from the Sulimar area or the Round Tank System. We have also been in touch with Dalport and they have tentatively agreed to hook its wells up to the system. From our conversations with Phillips, it would appear that they are going to lay a line into the area eventually.

For your own personal satisfaction you might talk with either Mr. Mitchell or Mr. Glenn with Phillips in Odessa, 915/337-8611 and satisfy yourself that Phillips is seriously interested in taking this gas.

Very truly yours,

READ & STEVENS, INC.



Norman L. Stevens, Jr.

NLS:at

Encl.