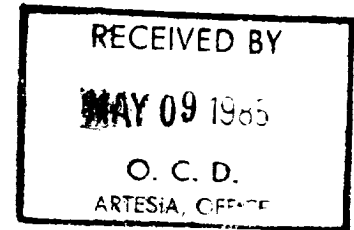




PHILLIPS PETROLEUM COMPANY

ODESSA, TEXAS 79762
4001 PENBROOK

EXPLORATION AND PRODUCTION GROUP
Permian Basin Region
May 8, 1985



Leasehold Production Request -
Randell State No. 1, Unit G, 4-17S-28E,
Vandergriff-Keyes Queen Gas Field,
Artesia Plant Gathering System,
Eddy County, New Mexico

Union Texas Petroleum Company
4000 North Big Spring, Suite 500
Midland, Texas 79705

Attention: Mr. Billy M. Priebe

Gentlemen:

Your subject letter of May 6, 1985, has been received. This to authorize one day - with a production cap of 50 Mcf - per month for leasehold purposes, and for as long as gas well pipeline proration is effective in the Artesia Plant Winchester/Penroc booster gathering system. It is recommended that the allowed monthly production day be scheduled during the middle of each month and that the first production be allowed on May 15, 1985.

The 50 Mcf/Day production limit has been established for each well and for all producers in order not to overload the safety features and the capacities of the plant and its gathering systems. You will be advised when full production of gas wells can be resumed.

Please coordinate the production of the Randell State Well No. 1 with our Artesia Plant Superintendent - Don Laird, telephone (505) 677-3154.

Cordially,

E. E. Clark
for E. E. Clark

EEC:THM:se

cc: New Mexico Commissioner of Public Lands, Box 1148, Santa Fe, NM 87501
(State Lease No. E-374-4)
New Mexico Oil Conservation Division, Box 2088, Santa Fe, NM 87501
New Mexico Oil Conservation Division, Drawer DD, Artesia, NM 88210
U. S. Dept. of the Interior, MMS/BLM, Box 1778, Carlsbad, NM 88220

Don Laird - Artesia Plant (Meter Station No. 75019 - formerly
Florida Exploration Company)