

PHILLIPS PETROLEUM COMPANY

ODESSA, TEXAS 79762 4001 PENBROOK

NATURAL RESOURCES GROUP Exploration and Production RECEIVED BY OCT 29 1984 O. C. D. ARTESIA, OFFICE

October 26, 1984

RE: Leasehold Production Requirements- (K-6845) R & S State 1, Unit K, Sec. 7, T-17-S, R-28-E, Eddy County, Clarence Forister - Operator Artesia Plant/Systems Gas Well Gas Proration by Shut-In, Eddy County, New Mexico

Clarence Forister P. O. Box 161 Artesia, New Mexico 88210

Dear Mr. Fopister:

Reference is made to your request of October 25, 1984, and our notice of gas well gas proration dated September 4, 1984.

In order to maintain your leasehold production status, this is to advise that Phillips will take a maximum of 50 Mcf/Day of produced gas from the R & S State No. 1 on October 31 and November 1, 1984. It is understood that the production on October 31, 1984, will be sufficient to hold your lease for the 30-day production period ending on that date; and further, that the production on November 1, 1984, will be sufficient to hold your lease for the 30-day production period ending on November 30, 1984. In addition, a like amount of production will be accepted on December 31, 1984 and January 1, 1985 to cover the respective 30-day production periods ending December 31, 1984, and January 31, 1985.

It is requested that you contact Don Laird - Artesia Plant Superintendent (505) 677-3154 prior to the designated production dates in order to coordinate the flowing of the R & S State Well No. 1 under these criteria.

Cordially yours,

JWM/kdm RE/require

cc: NM Oil Conservation Division Drawer DD Artesia, New Mexico 88210 NM State Land Office Box 1148, Santa Fe, NM 87501 Don Laird (Phillips' Artesia Plant) (Meter No. 75064)