



PHILLIPS PETROLEUM COMPANY

4001 Penbrook  
Odessa, Texas 79762

RECEIVED

FEB 06 1981

O. C. D.  
ARTESIA, OFFICE

February 3, 1981

Re William N. Beach  
Hinkle State Well #1  
Latham State Well #1  
Section 25-16-28, Eddy  
County, New Mexico

William N. Beach  
P. O. Box 3669  
Midland, Texas 79702

Attention: Mr. Carl Beach

Dear Sir:

Phillips is experiencing an overload situation at their Artesia Plant and although construction is under way to relieve this situation, at the present time we are unable to connect the subject high nitrogen gas into this system.

A review is being made of the study to connect these leases and you will be contacted when and if the situation should change.

Very truly yours,

*John A. Moon*  
John A. Moon

Gas Development Superintendent  
Gas and Gas Liquids Group

RHS:JAM:cas