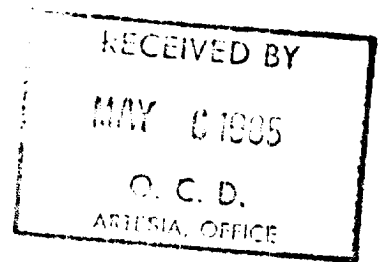




Permian Basin Region
Odessa Office
May 2, 1985



INTER-OFFICE CORRESPONDENCE / SUBJECT: Leasehold Production Authorization -
Loco Hills & Square Lake Booster Segment,
Lee Plant Gathering Systems -
Pipeline Proration

A. A. Hochstein
Phillips Oil Company
Hobbs Office

This is your authority to produce the below listed wells into the subject gathering system for one day only (with a production cap of 50 Mcf/Day) during each month for as long as gas well gas production is in effect for that system. Gas well proration was implemented by our captioned letter of April 15, 1985. It is understood that the production authorized is for leasehold purposes. A mid-month production day is recommended.

<u>FIELD/LEASE</u>	<u>COUNTY</u>	<u>U/L S-T-R</u>	<u>METER No.</u>
Anderson Penn			
Grayburg Deep Unit No. 1	Eddy	F 18-17-30	014454
Grayburg-Jackson 7R-Q-Grayburg-San Andres			
Burch AA Fed No. 27	Eddy	J 19-17-30	076012
Grayburg Morrow			
Green A #1 Fed No. 1	Eddy	A 29-17-29	076017

Your cooperation is appreciated.


E. E. Clark

EEC:THM:se

cc: New Mexico Dept. of Energy, OCD, Santa Fe, New Mexico
New Mexico Dept. of Energy, OCD, Artesia, New Mexico
New Mexico Dept. of Energy, OCD, Hobbs, New Mexico
Land Commissioner, State of New Mexico, Santa Fe, New Mexico
BLM/MMS, U. S. Dept. of the Interior, Carlsbad, New Mexico

Mr. Glenn Donaldson - Artesia Plant