

PHILLIPS PETROLEUM COMPANY

Phillips Building, Room 622 Odessa, Texas 79761

RECEIVED

NOV 8 1977

O. C. C.

November 3, 1977

Well No. 7, Humble "8" Lease Eddy County, New Mexico

8-17-29

Kincaid & Watson P. O. Box 498 Artesia, New Mexico 88210

Dear Sirs:

This is to advise, as per your request, that economics on the Kincaid and Watson No. 7 Humble "8" lease located 330' N & W of 8-17-29, Eddy County, New Mexico, will not support a gas connection at this time.

In the future should you have other development in the area we would be happy to review the possibility of connecting this lease.

Thank you for your assistance in making it possible for us to test the lease.

Very truly yours,

C. G. Mitchell

Gas Development Superintendent Gas and Gas Liquids Division

RHS: CGM: cas

Bil1:

The man told me over the phone that it tested 6 MCF

Marien