

PHILLIPS PETROLEUM COMPANY

BARTLESVILLE, OKLAHOMA 74004 5 B4 Phillips Building NATURAL RESOURCES GROUP Gas and Gas Liquids Division 918 661-6600

January 17, 1979

#510 Lee Plant

McClellan Oil Corporation P. O. Box 848 Roswell, NM 88201

Attention: Mr. Jack L. McClellan

Gentlemen:

Enclosed for your permanent file is a fully executed copy of the subject Casinghead Gas Contract dated December 20, 1978, covering the following described acreage in Chaves County, New Mexico:

E/2 NW/4, NE/4 SW/4, NE/4, and N/2 SE/4 Section 24, Township 14 South, Range 29 East.

Very truly yours,

Kane

EMK:al:RC Enclosure E. M. Kane