



PHILLIPS PETROLEUM COMPANY

ODESSA, TEXAS 79762
4001 PENBROOK

EXPLORATION AND PRODUCTION GROUP
Permian Basin Region

October 25, 1984

RECEIVED BY

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O. C. D.
ARTESIA, OFFICE

Re: Leasehold Production Requirements -
Hondo Barbara 1, Unit J, Sec. 11, T-19-S,
R-26-E, Eddy Co., Ralph Nix - Operator -
Artesia Plant/Systems Gas Well Gas
Proration by Shut-In,
Eddy County, New Mexico

Ralph Nix
Attn: William J. McCaw
P.O. Box 617
Artesia, New Mexico 88210

Dear Mr. McCaw

Reference is made to your captioned letter of October 24, 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 Hondo Barbara 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 Hondo Barbara Well No. 1 under these criteria.

Cordially yours,


J. W. Maharg

JWM/cb

cc: NM Oil Conservation Division
Drawer DD
Artesia, New Mexico 88210

Don Laird (Phillips' Artesia Plant)