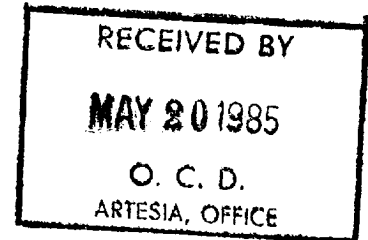




PHILLIPS PETROLEUM COMPANY

ODESSA, TEXAS 79762
4001 PENBROOK

EXPLORATION AND PRODUCTION GROUP
Permian Basin Region



May 14, 1985

Leasehold Production Request -
State "HE" Com No. 1, K-11-19S-27E,
Angell Ranch Atoka-Morrow Pool,
Eddy County, New Mexico

Amoco Production Company - Hobbs
P. O. Box 68
Hobbs, New Mexico 88240

Attention: Mr. L. R. Smith

Gentlemen:

Your subject letter of May 8, 1985, has been received. This is to authorize production of this well - with a 50 Mcf/Day cap - on May 31, 1985, and on June 1, 1985, to cover the May and June 1985, required production periods. Further, if it is necessary to continue gas well proration in the Artesia Plant's Winchester/Penroc Booster system, this is to authorize like production on July 31, and August 1, 1985, to cover the 30 day production periods of July and August, 1985.

It is Phillips intent to work with all gas well operators in the Artesia Gathering Systems to allow leasehold production. However, it has been necessary to establish the 50 Mcf/Day production cap for each well in order not to overload the safety features and capacities of the plant and its gathering systems.

Please coordinate the production of the State "HE" Com No. 1 with our Artesia Plant Superintendent - Don Laird, telephone (505) 677-3154.

Cordially,

E E. Clark

EEC/THM/sdi
REG3/leasel

cc: New Mexico Commissioner of Public Lands, Box 1148, Santa Fe, NM 87501
New Mexico Oil Conservation Division, Box 2088, Santa Fe, NM 87501
New Mexico Oil Conservation Division, Drawer DD, Artesia, NM 88210
U. S. Dept. of the Interior, BLM/MMS, Box 1778, Carlsbad, NM 88220
Don Laird - Artesia Plant (Meter Station No. 66417)