

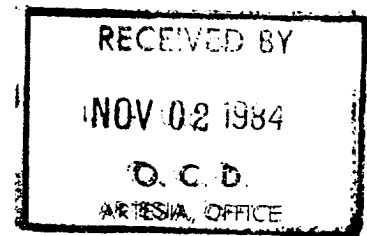


PHILLIPS PETROLEUM COMPANY

ODESSA, TEXAS 79762
4001 PENBROOK

NATURAL RESOURCES GROUP
Exploration and Production

October 31, 1984



Leasehold Production Requirements -
✓ Brainard Unit #1, Unit B, Sec. 11, T-18-S, R-26-E,
✓ Brainard Gas COM #2, Unit P, Sec. 11, T-18-S, R-26-E,
Eddy County - Mobile Producing Texas & New Mexico Inc.,
Operator - Artesia Plant/Systems Gas Well Gas
Proration by Shut-In,
Eddy County, New Mexico

Mobil Producing Texas & New Mexico Inc.
Box 633
Midland, Texas 79702

Attention: Mr. J. H. Seerey

Gentlemen:

Reference is made to subject plant gas well shut-in proration notice of September 4, 1984, to your conversation with T. H. McLemore of October 26, 1984, and to your leasehold production request dated October 29, 1984.

In order to maintain your leasehold production status of the captioned wells, this is to advise that Phillips will take a maximum of 50 Mcf/Day of produced gas from each well for one day only prior to December 16, 1984. It is understood that the subject lease(s) terms provide leasehold continuity when wells are shut in for less than 90 days.

It is Phillips' intent to provide equal gas take treatment to all gas well operators during this period of gas well gas proration at its Artesia Plant and related gathering systems. Therefore, the stated production cap is necessary to accommodate all leasehold production requests.

It is requested that you contact Don Laird - Artesia Plant Superintendent (505) 677-3154 prior to the designated production in order to coordinate the flowing of the Brainard Unit #1 and the Brainard Gas COM #2 under these criteria.

Yours very truly,

J. W. Maharg

THM:adk
REG3.1/require2

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

Minerals Management Services, Dept. of Interior
Box 1778,
Carlsbad, New Mexico 88220

NM State Land Office
Box 1148
Santa Fe, New Mexico 87501

Don Laird (Phillips' Artesia Plant)
(Respective Meters Nos. 75151 & 75061)