

Michael A. Albosta Coordinator, Gas Supply Natural Gas and Gas Products Department Conoco Inc. 10 Desta Drive, Suite 550E Midland, Texas 79705 (915) 686-5553

February 9, 1993

Robert N. Enfield P.O. Box 2431 Santa Fe, New Mexico 87504-2431

Attn: Robert Enfield

Re: Gas Purchase Proposal Hudson "31" Fed #1 Lease Lea County, New Mexico

Dear Robert:

Conoco has re-evaluated the hydraulics of our system near the above referenced well. As result, we would be agreeable to take the Fed #1 at the HEYCO Atlantic 32 battery on a trial basis. This Letter Agreement gives the terms of such proposal.

Enfield would lay to the HEYCO Atlantic 32 battery, Conoco would set metering facilities, and Conoco would take as much gas as it could without causing previously connected area wells to vent. If at any time, Conoco finds it cannot take any of Enfield's gas due to venting, Conoco will disconnect Enfield's meter and discontinue takes.

Conoco will amend the Hudson 5,6,7 contract #12044 to add this new well and to allow Conoco to charge Enfield any penalties imposed on Conoco due to not being able to meet its plant residue BTU specification.

If you are in agreement, please execute below and send the Agreement back to me by facsimile at (915) 686-5514.

Michael A. Albosta

Coordinator - Gas Supply

SELLER: ROBERT N. ENFIELD

DATE: