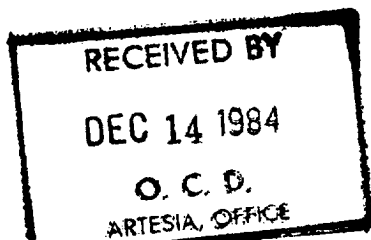




PHILLIPS PETROLEUM COMPANY

ODESSA, TEXAS 79762
4001 PENBROOK

EXPLORATION AND PRODUCTION GROUP
Permian Basin Region
December 13, 1984



Leasehold Production Requirements -
Fulton-Collier #1 (State Lse No. E 1284
Unit G, Sec. 1, T-18-S, R-28-E,
Eddy County, New Mexico)
Yates Energy Corporation - Operator
Artesia Plant/Systems Gas Well Gas
Proration by Shut-In -

Yates Energy Corporation
Suite 919, Sunwest Centre,
Roswell, NM 88201

Attention: Mr. John McMinn

Per your leasehold advice of December 7, 1984, this is to advise that Phillips will take gas from the captioned well on one day (with a 50 Mcf/Day limit) during each of future 20-day leasehold production required periods. For the immediate future, specific future production dates are designated as January 4 and 23, February 11 and 28, and March 19 - in 1985. If it appears that proration will be required after the March 19 date, it will be necessary for you to confirm production requirements by a subsequent producing request directed to Mr. McLemore of this office.

Please contact Don Laird - Artesia Plant Superintendent (505) 677-3154 prior to the above dates in order to coordinate the flowing of the captioned well under these criteria.

Thank you for your advice on operator designation and mailing address.

Cordially yours,


J. W. Maharg

THM:se

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

Don Laird (Phillips' Artesia Plant)
(Meter No. 75069)

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