



YATES BUILDING - 207 SOUTH 4TH ST.  
ARTESIA, NEW MEXICO - 88210

January 25, 1979

RECEIVED

JAN 26 1979

O. C. C.  
ARTESIA, OFFICE

S. P. YATES  
PRESIDENT  
MARTIN YATES, III  
VICE PRESIDENT  
JOHN A. YATES  
VICE PRESIDENT  
B. W. HARPER  
SEC. - TREAS.

New Mexico Energy Resources Board  
c/o Oil Conservation Commission  
P. O. Box 2088  
Santa Fe, New Mexico 87501

Attention: Mr. Joe D. Ramey

Re: Name of Well: Rio Penasco JX Com #1-N  
Location: Sec. 35, T 18S, R25E  
County: Eddy

Gentlemen:

The following information concerning the above captioned well is submitted in compliance with Section 20, Chapter 289, New Mexico Laws 1975, and Paragraph A and/or B of Memo No. 2-75:

Operator: Yates Petroleum Corporation  
Producing Formation: Morrow  
Pool: Wildcat  
Classification: Oil well Gas well X  
Potential: 8400 MCFPD  
Present Status: Producing  
Form C-105 attached: Yes X No  
& Form C-104

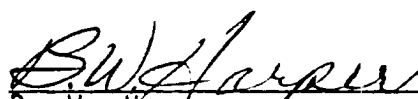
It is our intention to enter into a binding contract for disposition of:

Oil             
Approximate date of agreement:                       
Term of agreement:                       
Purchaser:                     

Gas X  
Approximate date of contract: 1-22-79  
Term of contract: 10 years  
Purchaser: Transwestern Pipeline Company

If you should need additional information, please advise.

Yours truly,

  
B. W. Harper  
Secretary-Treasurer