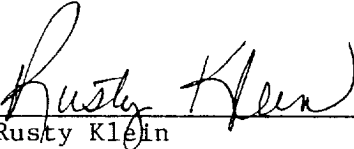


YATES PETROLEUM CORPORATION
Preston Federal #22
Section 34-T20S-R24E
Eddy County, New Mexico

SUNDRY NOTICE CONTINUED:

Ran 179 joints of 6-5/8" 24# L-80 (8013.09') of casing set at 8006'. Float shoe set at 8006'. Float collar set at 7961'. Pumped 150 bbls mud with 150 scf of nitrogen ahead of 800 sacks Class H (65-35-6), 5#/sack salt, 2/10% FL52, 1/4#/sack celloflake and 5#/sack gilsonite (yield 2.06, weight 12.5). Tailed in with 150 sacks Super C Modified, .44#/sack FL52, .44#/sack FL25, 8#/sack gilsonite and 5#/sack salt (yield 1.71, weight 13.0). PD 12:30 AM 12-13-97. Bumped plug to 2300 psi for 1 minute, OK. Circulated 49 sacks. WOC. Released pulling unit at 6:00 AM 12-13-97. NOTE: Displaced casing with 2% KCL (claytreat).

Waiting on completion unit.



Rusty Klein
Operations Technician
December 17, 1997