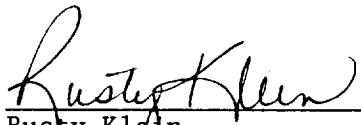


YATES PETROLEUM CORPORATION
Rio Penasco KD Com #2
Section 2-T19S-R25E
Eddy County, New Mexico

SUNDRY NOTICE CONTINUED:

7-14-98 - Opened well and flowed down. Pumped 20 bbls 2% KCL water down tubing. Unset packer. Removed BOP and nipped up wellhead. Reset packer at 6032'. Swabbed. Flow tested. Shut well in. Released well to production department.



Rusty Klein
Operations Technician
July 22, 1998