

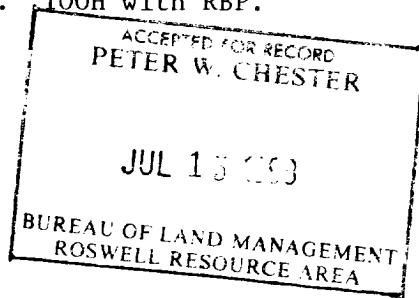
YATES PETROLEUM CORPORATION
Rio Penasco MF Federal Com #2
Section 11-T19S-R25E
Eddy County, New Mexico

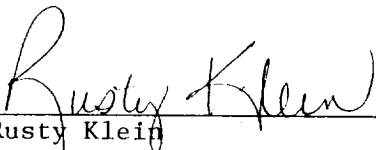
SUNDRY NOTICE CONTINUED:

out of hole with RBP. Pulled up 18' and RBP became stuck. Worked RBP - but would not go up or down. Got off RBP. TOOH with tubing and retrieving tool. TIH with retrieving tool, drill collars, jars and tubing. Latched onto RBP and started jarring on RBP. Jarred approximately 45 minutes and pulled off RBP. Could not latch back onto RBP. TOOH. J inside of retrieving tool had broken. Left piece on top of RBP 3/8" X 6".

6-25-98 - TIH with 6-1/8" shoe, drill collars, jars and tubing to RBP at 7784'. Milled over 10" of RBP to cut out top slips. TOOH. TIH with overshot, drill collars, jars and tubing. Latched onto RBP with overshot. Jarred on RBP. Could not jar RBP loose.

6-26-98 - TOOH. TIH with 6-1/8" shoe, drill collars, jars and tubing to RBP at 7784'. Milled over 7-1/2" of RBP. Shoe started spinning. TOOH. TIH with overshot, drill collars, jars and 2-7/8" tubing. Latched onto RBP at 7784'. Set jars off 5 times. RBP jumped loose. TOOH with RBP.




Rusty Klein
Operations Technician
June 26, 1998