

YATES PETROLEUM CORPORATION

Union AQZ State #1

Section 14-T16S-R34E

Lea County, New Mexico

SUNDRY NOTICE CONTINUED:

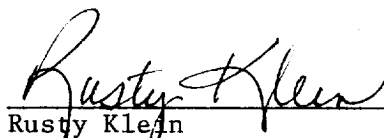
6-8-97 - Drilling 11040'. Made 77' in 10 hours. Cleaned magnet. Recovered 1 cone. Replaced drawworks chain on rig. TIH with drill collars. Picked up 2 drill collars. Cut drilling line. TIH with bit. Reamed from 10603-10963'.

6-9-97 - Drilling 11250'. Made 210' in 24 hours.

6-10-97 - Drilling 11450'. Made 200' in 24 hours.

6-11-97 - TD 11565'. TOOH for bit. Made 115' in 18-1/2 hours.

6-12-97 - Drilling 11700'. Made 135' in 12-1/2 hours.

A handwritten signature in cursive script, reading "Rusty Klein", is written over a horizontal line.

Rusty Klein
Operations Technician
June 14, 1997