YATES PETROLEUM CORPORATION Corral Draw AQH Federal #1 Section 13-T24S-R29E Eddy County, New Mexico

SUNDRY NOTICE CONTINUED:

TIH with RBP, packer and 2-7/8" tubing. Set RBP at 6930' and tested to 2100 psi. Pulled up and set packer at 6713'. Acidized perforations 6807-6832' with 1000 gallons 7-1/2% iron control HCL acid and ball sealers. Bled well down and swabbed. Shut well in.

8-13-97 - Bled well down. Swabbed. Unset packer. TOOH with tubing and packer. 8-14-97 - Rigged up wireline. TIH with 4" casing guns and perforated 6005-6007' w/12 .42" holes (4 SPF - Brushy Canyon Delaware). TOOH with casing guns and rigged down wireline. TIH with RBP, packer and tubing. Set RBP at 6106' and tested to 1500 psi. Set packer at 5935'. Acidized perforations 6005-6007' with 1000 gallons 7-1/2% iron control HCL acid and ball sealers. Swabbed. Shut well in. 8-15-97 - Bled well down. Swabbed. Shut well in.

Rusty Klein

Operations Technician August 18, 1997