YATES PETROLEUM CORPORATION Big Freddy Unit #3 Section 10-T23S-R22E Eddy County, New Mexico

SUNDRY NOTICE CONTINUED:

TOOH with mill shoe. Had 3 pieces of 2-3/8" tubing in shoe. TIH with 4-5/8" overshot, 2-3/8" grapple, 3-3/4" bumper jars, 3-3/4" hydraulic jars, drill collars and tubing. Tagged up at 5589'. Went down 6' to 5595'. TOOH with tubing and bottom hole tools. Had 5' piece of tubing in overshot. TIH with bit, drill collars and tubing. Tagged up at 5595'. Made 15' to 5610'.

11-18-98 - Continued to drill cement. Drilled 325' of cement. Fell out of cement at 5930'. TIH with tubing and tagged cement at 7463'. Drilled out 303' of cement. Fell out of cement at 7760'. TIH with tubing and tagged up at 8939'. Drilling cement at 9110'.

11-19-98 - Drilling cement. Drilled 261' of cement. Fell out of cement at 9200'. TIH and tagged cement plug at 9260'. Drilled 75' of cement and fell out at 9335'. TIH and tagged CIBP at 9854'. Drilled out CIBP. TIH and tagged TD at 10210'. Displaced hole with 2% KCL water. TOOH with tubing. Laid drill collars down. TIH with bit, scraper and tubing to 10150'. TOOH with tubing, scraper and bit. 11-20-98 - TIH with packer, seating nipple and tubing. Set packer at 9965'. Nippled down BOP. Nippled up 5K tree. Tested packer to 1000 psi. Swabbed and flow tested perforations 10052-10137' (Morrow).

11-21-23-98 - Flow tested. Shut well in. Released well to production department.

Rusty Klein

Operations Technician November 24, 1998