YATES PETROLEUM CORPORATION Sadie AUP #1 Section 35-T17S-R25E Eddy County, New Mexico

SUNDRY NOTICE CONTINUED:

7889-7893' w/30 .42" holes (6 SPF - Strawn). TOOH with casing guns and rigged down wireline. TIH with RBP, packer and tubing. Set RBP at 7959' and tested to 1500 psi, OK. 4-19-2000 - Set packer at 7800'. Swabbed. Acidized perforations 7889-7893' with 1000 gallons 7-1/2% MSA acid and 1000 scf/bbl N2. Swabbed. Shut well in. 4-20-2000 - Swab & flow tested. Shut well in. 4-21-2000 - Pumped 20 bb1s 2% KCL water. Released packer and RBP. TOOH. Rigged up wireline. TIH with 4" casing guns and perforated 7941-8008' w/34 .42" holes as follows: 7941-7947', 7952-7960', 7979-7984', 7992-7999' and 8005-8008' (1 SPF - Strawn). TOOH with casing guns and rigged down wireline. TIH with RBP, packer and tubing. Set RBP at 8030' and tested. Set packer at 7926'. Acidized perforations 7941-8008' with 2000 gallons 15% iron control HCL acid and ball sealers. Swabbed. Shut well in. 4-22-2000 - Swab & flow tested. Shut well in. 4-25-2000 - Bled well down. Pumped 40 bbls 2% KCL water. TOOH with packer and RBP. Rigged up wireline. TIH with 4" casing guns and perforated 8081-8088' w/8 .42" holes (1 SPF - Strawn). TOOH with casing guns and rigged down wireline. TIH with packer and tubing. Set packer at 8065'. Acidized perforations 8081-8088' with 1000 gallons 15% iron control HCL acid and ball sealers. Perforations communicated with perforations 8050-8054'. Moved packer to 8024' and reset. Finished pumping acid. Swabbed. Shut well in. 4-26-2000 - Swab & flow tested. Shut well in. 4-27-2000 - Rigged up wireline. TIH with 4" casing guns and perforated 6581-6692' w/19 .42" holes as follows: 6581, 86, 87, 88, 89, 90, 92, 93,94, 6643, 44, 45, 81, 82, 83, 84, 90, 91 & 6692' (1 SPF - Cisco). TOOH with casing guns and rigged down wireline. TIH with RBP, packer and tubing. Straddled perforations 6681-6692'. Acidized with 500 gallons of 15% iron control HCL acid and ball sealers. Moved tools and straddled perforations 6643-6645'. Acidized with 500 gallons of 15% iron control HCL acid and ball sealers. Moved tools and straddled perforations 6581-6594'. Acidized with 500 gallons of 15% iron control HCL acid and ball sealers. Moved tools and straddled all perforations. Swabbed. Shut well in. 4-28-2000 - Swab & flow tested. Shut well in. 4-29-5-1-2000 - Swab & flow tested. Shut well in.

5-2-2000 - Released well to production department.

Operations Technician May 17, 2000