YATES PETROLEUM CORPORATION WLHU G4S Tract 11-7 Section 11-T18S-R29E Eddy County, New Mexico

SUNDRY NOTICE CONTINUED:

5-23-26-98 - RIH with stinger and sting into cement retainer. Pumped 15 bbls. Squeezed with 100 sacks Class C cement with 3% CaCl2. Waited 30 minutes to displace. Displaced with 64 bbls. Well on vacuum. Sting out. POOH with stinger. Rigged up wireline. RIH with perforating gun and perforated at 1090'. POOH with guns and rigged down wireline. RIH with 4-1/2" packer. Pumped 30 bbls - would not load. Set packer. Pumped 20 bbls. Well on vacuum. Squeezed with 100 sacks Class C cement with 3% CaCl2. Displaced to cement retainer. POOH with stinger. Shut down for night.

5-27-98 - RIH with stinger and tubing. Pumped 20 bbls fresh water under cement retainer - no communication. Pumped 75 sacks Class C cement with 3% CaCl2 under cement retainer. Cement started circulating out 4-1/2" casing at surface. Unsting from cement retainer. Pull up hole to 528'. Circulated hole clean. POOH and WOC. RIH to cement retainer at 1000' and tagged up. Spotted 30 sacks Class C cement with 3% CaCl2 at 1000'. POOH & WOC. RIH and tag top of cement at 720'. POOH. Nippled down floor and BOP. Dig cellar below 8-5/8" wellhead. Shut down for night. 5-28-98 - Nippled down 4-1/2" casing wellhead. Nippled up to pull casing. RIH with wireline and cut 4-1/2" casing at 420'. POOH with wireline. POOH with 13 joints of 4-1/2" casing. Nippled down casing tools. Nippled up to run tubing. Spotted 50 sacks Class C cement with 2% CaCl2 at 520'. POOH & WOC. RIH to 520' with no tag. Spotted 50 sacks Class C cement with 2% CaCl2. POOH & WOC. RIH to 520' with no tag. Spotted 100 sacks Class C cement with 3% CaCl2. POOH. Shut well in and shut down. 5-29-98 - RIH to 520' with no tag. Consulted with BLM-Carlsbad (Don Early and Jim Amos). Dumped 3/8" pea gravel as per BLM recommendation. Spot lost circulation material. Spotted 50 sacks Class C cement with 3% CaCl2. POOH & WOC. RIH to 520' with no tag. POOH. Dumped pea gravel. RIH and tagged gravel at 400'. Loaded hole. Circulated hole with mud laden fluid. Circulated 100 sacks Class C cement from 400' to surface. Rigged down plugging equipment and pulling unit. Cleaned location. Installed regulation abandonment marker. PLUGGED AND ABANDONED - FINAL REPORT. Plugging completed 5-28-98.

Rusty Klein

Operations Technician June 8, 1998