YATES PETROLEUM CORPORATION Pierre AGF State #1 Section 26-T18S-R27E Eddy County, New Mexico

SUNDRY NOTICE CONTINUED:

Rigged up wireline. TIH with 4-1/2" CIBP and set CIBP at 8700'. Tested to 500 psi. TOOH. Capped CIBP with 35' of cement. TIH with casing guns and perforated 7291-7357' w/12 .38" holes as follows: 7291, 93, 94, 95, 96, 7351-7357' (1 SPF - Canyon). TOOH with casing guns and rigged down wireline.

7-31-99 - TIH with RBP, packer and tubing. Set RBP at 7408'. Spotted 100 gallons 15% iron control HCL acid. Set packer at 7251' and tsted to 500 psi. Acidized perforations 7291-7357' with 1900 gallons 15% iron control HCL acid and ball sealers. Swab and flow tested. Pumped 35 bbls 2% KCL. Nippled down BOP and nippled up tree. Released well to production department.

Rusty Kle/in

Operations Technician July 30, 1999