

YATES PETROLEUM CORPORATION
State K #1
Section 28-T19S-R25E
Eddy County, New Mexico

SUNDRY NOTICE CONTINUED:

11-20-97 - TIH with mill, 3 joints washpipe, jars, drill collars and tubing. Started milling. Milled to 7702'. Stopped making hole. TOOH with same. Mill wore out. Had 5' piece of tubing in washpipe. TIH with new mill, washpipe, jars, drill collars and tubing. Milled down to 7707'. Made 5' before mill wore out. TOOH with mill assembly. Did not have anything in washpipe.

11-21-97 - TIH with mill, washpipe, jars, collars and tubing. Started milling. Made 2' in 4 hours. Milled to 7709'. TOOH with tubing and mill. Did not have any junk in washpipe. Mill wore out. TIH with tubing and mill assembly. Started milling. Milled to 7711'. Made 2' and mill stopped. TOOH with tubing and mill assembly. On bottom of mill, pieces of mill broke off. Did not get any junk in washpipe.

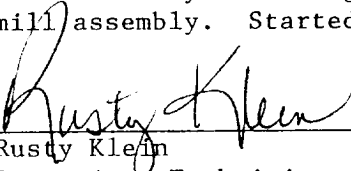
11-22-97 - TIH with 4-3/4" ID mill, washpipe, jars, collars and tubing. Started milling. Made 1' to 7712'. Milling on junk pipe. Mill wore out. TOOH with mill assembly and tubing. No junk in washpipe. TIH with 4-1/2" ID mill, washpipe, jars, collars and tubing. Began milling. Getting back metal and some cement. Mill wore out. TOOH with tubing and mill assembly. No metal in washpipe.

11-23-97 - TIH with 4-1/2" ID mill, mill assembly and tubing. Began milling. Getting back some metal and cement. Milled 3'. Mill stopped making hole. Stopped at 7715'. TOOH with mill and mill assembly. Had 2' piece of tubing in washpipe and lots of metal pieces in washpipe. TIH with mill assembly and tubing. Began milling. Milling on junk. Milled to 7716'. TOOH with mill and mill assembly. Did not have anything in washpipe. TIH with 4" ID mill and mill assembly.

11-24-97 - Started milling on junk and cement. Made 1'. TOOH with mill and mill assembly. Nothing in washpipe. TIH with 4" mill and mill assembly. Started milling. Took 1 hour to get back where we were. Made 2' to 7719'. Mill wore out. TOOH with mill and mill assembly. TIH with 4-1/2" ID mill and mill assembly. Started milling at 4:30 AM. Getting back some cement. Milling at 7779.5'.

11-25-97 - Continued milling. Repaired hydraulic hose on swivel. Milled to 7720.5'. Made 1'. Getting back cement and some metal shavings. Mill stopped making hole. TOOH with mill and mill assembly. Nothing in washpipe. TIH with mill and mill assembly. Began milling. Getting back metal and some cement. Made 1' to 7721.5'. Mill stopped making hole. TOOH with mill and mill assembly.

11-26-97 - TIH with tooth mill. Tagged up at 7720.5'. Took 3 hours to get back to 7721.5'. Made 1/2 foot to 7722'. TOOH with tooth mill and mill assembly. Mill wore out. TIH with 4-1/2" mill with wires inside and mill assembly. Milled 2 hours. Made 1-1/2' to 7723.5'. TOOH with mill and mill assembly. Nothing in mill. Bottom wires were pushed in. TIH with new mill and mill assembly. Started milling at 6:30 AM.


Rusty Klein
Operations Technician
November 25, 1997