YATES PETROLEUM CORPORATION Rio Penasco MF Federal #2 Section 11-T19S-R25E Eddy County, New Mexico

SUNDRY NOTICE CONTINUED:

and rigged down wireline. TIH with packer and tubing to 7771'. Shut down. 2-8-9-98 - Set packer at 7627'. Acidized perforations 7680-7764' with 1500 gallons 20% iron control HCL acid and ball sealers. Released packer and ran down thru perforations to knock balls off. Reset packer. Acidized perforations 7680-7764' with 15000 gallons 20% iron control HCL acid and ball sealers. Swabbed. Shut well in.

2-10-98 - Ran static BHP. Loaded tubing with 2% KCL water. Unset packer. TOOH with tubing and packer. Released well to production department.

Rusty Kl∉ín

Operations Technician February 18, 1998