YATES PETROLEUM CORPORATION Conoco AGK Federal Com #16 Section 27-T20S-R24E Eddy County, New Mexico

SUNDRY NOTICE CONTINUED:

8-29-97 - Nippled down tree and nippled up BOP. Released packer. TOOH with tubing and packer. Rigged up wireline. TIH with 4" casing guns and perforated 9232-9235' w/16 .42" holes (4 SPF - Morrow). TOOH with casing guns. TIH with CIBP and set CIBP at 9320'. Dumped 35' of cement on top of CIBP. Rigged down wireline. TIH with packer and tubing. Set packer at 9176'. Nippled down BOP and nippled up tree. Swabbed. Shut well in.

8-30-97 - Acidized perforated 9232-9235' (Morrow) with 10000 scf N2 pad, 1000 gallons 7-1/2% iron control HCL acid with 1000 scf/bbl N2. Flowed well back. Swabbed. Shut well in.

Rusty Klein

Operations Technician Sept. 3, 1997