YATES ENERGY CORPORATION

DAILY DRILLING/COMPLETION REPORT

WELL: YATES FEDERAL #13

FIELD: McMILLAN (7 RVS, QUEEN)

LOCATION: 330' FSL & 1650' FWL, SFC 6, T-20-S, R-27-E

CO., STATE: EDDY COUNTY, NEW MEXICO.

AFE# 1994-19 AFE COST: \$6,100

12/6/94 MIRU PULLING UNIT. SDFN.

POOH W/ PR, 2-6' ROD SUBS & 24-5/8" RODS, NO PUMP, POOH W/ 21 JTS TBG & PUMP, DUG OUT 12/7/94

CELLAR & BROKE OFF HELLHEAD. PERFED 8 5/8" CSG W/ 4 SHOTS @ 220', ATTEMPT TO BREAK

CIRD TO 10" \times 8 5/8" ANN, FORM TAKING FLUID. RAN 18 JTS TBG TO 553', SPOTTED

125 SX CLASS CION BOTTOM, LOST CIRC 3 TIMES, HAD RETURNS @ END. POOH, W/ TBG. SD

WOC. RDPU MOVED TO YATES FED #20.

DAILY: \$3,783 TOTD: \$3,783

WOC. MIRU PU. TIH W/ 8 JTS TBG & TAG CMT @ 224', POOH, BROKE CIRC TO 11" ANNULUS. 12/8/94

MIXED & PUMPED 100 SX CLASS C DOWN 8 5/8" CSG. SD WOC. MOVE TO McMILLAN #1

DAILY: \$3,659 TCTD: \$7 442

LOADED HOLE W/ WATER, HOLE TAKING FLUID, RUPU, TAG PLUG @ 151', PERF 8 5/8" CSG @ 143' 12/9/94

W/ 4 SHOTS, RU @ SURF ON CSG. MIXED & PUMP 55 SX CMT W/ RETURNS TO ANNULUS, SD, CMT DROPPED. WOC 2 HRS. TAGGED TOC @ 47'. PERF CSG @ 40' W/ 4 SHOTS. SDFN.

DAILY: \$4,151 TCID: \$11.593

12/16/04 BACKED OFF 8 5/8" CSG OFF IN COLLAR 6' BELOW SURF. FILLED 8 5/8" CSG & 10" × 8 5/8"

ANNULUS W/ 15 SX CMT. INSTALLED DRY HOLE MARKER, FILLED CELLAR, CUT OFF ANCHORS.

WELL P&A'D

FINAL REPORT

DAILY: \$2,798 TCTD, \$14,391