YATES PETROLEUM CORPORATION Tracy AXW State #1 Section 25-T21S-R26E Eddy County, New Mexico

SUNDRY NOTICE CONTINUED:

6-2-2001 - Flowing back frac. Shut well in. 6-3-4-2001 - Flowing back frac. Shut well in. 6-5-2001 - Flowing back frac. Shut well in. 6-6-2001 - Cleaning up frac. Shut well in. 6-7-2001 - Cleaning up frac. Shut well in. 6-8-2001 - Flow tested. Shut well in. 6-9-11-2001 - Bled well down. Flow tested. Shut well in. 6-12-2001 - Rigged up wireline. TIH with gauge ring and junk basket to 11716'. Pulled out of rope socket. TIH with fishing tools and fished gauge ring and junk basket. TIH with composite bridge plug and set composite bridge plug at 11540'. Rigged down wireline. Shut well in. 6-13-2001 - Bled well down. Nippled down frac valve. Nippled up BOP. TIH with tubing open ended to 11500'. Circulated hole with 7% KCL. TOOH with tubing. Shut well in. 6-14-2001 - Rigged up wireline. TIH with casing guns and perforated 11460-11466' with 36 .42" holes. TOOH with casing guns and rigged down wireline. Rigged up Monk Pipe Testers and TIH with tubing (2-3/8"), testing to 8000# above slips, all tested good, and packer with 1.81" profile to 11476'. Pulled packer to 11320' and set. Swabbed. Shut well in. 6-15-2001 - Swabbed & flow tested. Shut well in. 6-16-18-2001 - Bled well down. Acidized perforations 11460-11466' with 1500 gallons 7-1/2% Morrow acid and 1500 scf/bbl N2. Flowing well back. Shut well in. 6-19-2001 - Flow tested. Shut well in. 6-20-2001 - Flow tested. Shut well in. 6-21-25-2001 - Shut in. 6-26-2001 - Bled well down. Loaded tubing. Nippled up BOP. TOOH with packer and tubing. TIH with bit, drill collars and tubing to 11400'. Shut well in. 6-27-2001 - Drilled out composite plug and cleaned out to PBTD of 11817'. Circulated clean. TOOH with bit, drill collars and tubing. TIH with packer with 1.81" profile and tubing to 11320'. Set packer at 11320' and tested, OK. Nippled down BOP and nippled up tree. Shut well in. 6-28-2001 - Flow tested. Shut well in. 6-29-2001 - Flow tested. Shut well in. Released well to production department.

Rusty Klein

Operations Technician July 12, 2001