YATES PETROLEUM CORPORATION Lucy ALC State # 3 Sec 34-21S-31E 1710' FSL & 1980' FEL Eddy County, NM

8-2-01 - WOC & weld on head. Rig up Halliburton. Pick up & TIH w/ 36 jts 1". Tagged TOC @ 1110'. Pumped 50 sx. WOC. TIH & tag cmt @ 935'; pumped 40 sx. WOC. TIH & tag cmt @ 900'. Pump 25 sx. WOC. TIH & tag cement @ 865'. pump 25 sx. WOC. TIH & tag cement @ 855'. Pump 25 sx. WOC. TIH & tag cmt @ 830'. Pump 25 sx. Spotte 25 sx in casing & will wait 4 hrs to tag; after tag will try to circ cement to surface.

·--- -

8-3-01 – Drlg plug, cement, float joint, & shoe. WOC. Tagged @ 705' & WOC. Pumped 340 sx & circ cement to surface. WOC. Nippled up & tested BOP. TIH & picked up 7" drill collars. Circ – tag @ 4059'. Drilling plug, cement, float joint, & shoe. WOC total of 25 hours.

RECEIVE 0(1) 20-630

Ą