

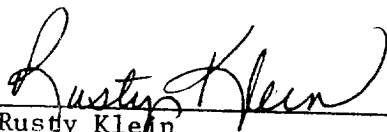
YATES PETROLEUM CORPORATION  
Big Freddy Unit #2  
Section 10-T23S-R22E  
Eddy County, New Mexico

SUNDRY NOTICE CONTINUED:

just stringers. No cement plugs at 1550' and 2100'. TIH to 3794'. Circulated out slight gas.

1-5-2000 - TIH to 4707'. NOTE: There was not a plug at 3800'. Circulated out slight gas at 4707'. TIH and tagged plug at 5668'. Rigged up swivel. Drilled down to 4-1/2" casing stub at 5698'. Had 50' of cement on top of stub. Circulated hole clean. TOOH with drillpipe, drill collars and 7-7/8" bit. TIH with 3-7/8" bit, drill collars, 2-3/8" tubing and 2-7/8" drillpipe to drill out inside of 4-1/2" casing. Tagged plug at 5698'. Drilled down 8' in stub. Stopped making hole. Circulated hole. Shut down due to high winds.

1-6-2000 - TOOH with drillpipe, tubing, drill collars and bit. Bit had teeth missing on inside and outside of bit. TIH with 7-3/8" shoe, drill collars and drillpipe to dress off top of stub. Dressing off stub at report time.

  
\_\_\_\_\_  
Rusty Klein  
Operations Technician  
January 10, 2000