YATES PETROLEUM CORPORATION Bat ARO Federal #1 Section 34-T23S-R24E Eddy County, New Mexico

SUNDRY NOTICE CONTINUED:

12-12-14-98 - Swab & flow test. Shut well in. 12-15-98 - Swabbed well down. Acidized perforations 8605-8772' (Strawn) with 30000 gallons 15% gelled acid with ball sealers. Flowed well down. Swabbing. 12-16-98 - Swabbed. Shut well in. 12-17-98 - Swabbed. Shut well in. 12-18-98 - Swabbed well down. Released packer. TIH and latched onto RBP. TOOH with tubing, packer and RBP. TIH with 21 joints tailpipe, packer and tubing. Bottom of tailpipe at 8604'. Packer at 7923'. Nippled down BOP. Nippled up tree. Tested packer and tree to 1000 psi. Swabbing perforations 8036-8120' (Upper Penn) and 8605-8772' (Strawn). 12-19-98 - Swabbed. Shut well in. 12-20-98 - Swabbed. Shut well in. 12-21-98 - Swabbed. Shut well in. 12-22-98 - Swabbing. 12-23-98 - Swabbed. Shut well in. 12-24-98 - Swabbed. Shut well in. Released well to production department.

Rusty Klein

Operations Technician January 5, 1998

