Yates Pe roleum Corporation Williamson BC #4 Section 7-T20S-R29E Eddy County, New Mexico

Form 311:0-5 continued:

- 5. Perforate 4 squeeze holes at 5685' with through tubing guns. Hace a balanced cement plug in the 4-1/2" casing and in the 7-7/8" open hole from 5485'-5685'. Sight 50 sx Class "C" cement. This will put a plug across the Bone Spring top. WOC and tag the plug seset if necessary.
- 6. Perforate 4 squeeze holes at 3685' with through tubing guns. Hace a balanced cement plug in the 4-1/2" casing and in the 7-7/8" open hole from 3485'-3685'. Supt 50 sx Class "C" cement. WOC and tag the plug, reset if necessary.
- 7. Cut and pull the casing from +/-2972'. Set a 8-5/8" retainer at 465'. Pressure up on the annulus to 500 psi. Pump 250 sx Class "C" cement in squeeze treatment, if a positive squeeze pressure cannot be obtained over displace and re-squeeze. This will pull a plug across the 4-1/2" casing stub, intermediate casing shoe and the Cherry Canyon top. Volumetrically this should place a 1000' cement plug in the wellbore.
- 8. Place a cement plug in the 8-5/8" casing from 940'-1331'. Spdi 120 sx Class "C" cement. This will put a plug across the Capitan Reef top and the Yates top. WOC and tag plug, reset if necessary.

 9. Place a cement plug in the casing from 540'-640'. Spot 50 sx diass "C" cement. This will put a
- plug a cross the surface casing shoe. WOC and tag plug, resell if necessary.
- 10. Place a cement plug in the casing from 0-150'. Spot 50 sx Class "C" cement. This will leave a 150' surface plug in the 8-5/8" casing. WOC 24 hrs. Tag plug and reset if necessary.
- 11. Remove all surface equipment and weld dry hole marker per regulations.

Regulatory Compliance Supervisor

December 7, 2006

