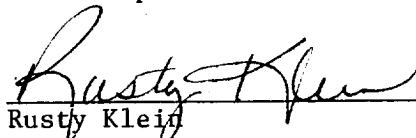


YATES PETROLEUM CORPORATION
Union AQZ State #1
Section 14-T16S-R34E
Lea County, New Mexico

SUNDRY NOTICE CONTINUED:

7-30-97 - Swab & flow test. Shut well in.
7-31-97 - Rigged up treesaver. Acidized perforations 13214-13229' (Morrow) with 1500 gallons 10% iron control HCL with 1500 scf/bbl N2. Rigged down treesaver. Flowing to pit for cleanup.
8-1-97 - Rigged up treesaver. Frac'd perforations 13214-13229' (Morrow) with 34000 gallons 40# Medallion gel, 70 tons 35 Quality CO2 and 40500# 20-40 Interprop. Rigged down treesaver and flowing to pit for cleanup.
8-2-97 - Continue flowing well down to pit. Shut well in.
8-3-4-97 - Opened well and flared down to pit. Swabbed. Shut well in.
8-5-97 - Opened well and bled down to pit. Swabbed. Shut well in.
8-6-97 - Opened well and bled down to pit. Swabbed. Loaded hole with 130 bbls. Circulated out tubing. Packer gave up. Released packer. Nippled up BOP. Pulled 70 stands. Orders changed. TIH and released RBP at 13270'. Pulled up to 13190'. RBP would not re-set. TOOH with tools. TIH with packer and RBP. Set RBP at 13190'. Tested to 3000 psi. Released packer.
8-7-97 - TOOH with packer. Rigged up wireline. TIH with 4" casing guns and perforated 13072-13136' w/42 .42" holes as follows: 13072-13083' (1 SPF), 13120-13127 (4 SPF) and 13131-13136' (4 SPF) (Morrow). TOOH with casing guns and rigged down wireline. TIH with packer and tubing. Nippled down BOP. Nippled up tree. Set packer at 13000'. Tested packer to 1500 psi. Swabbed well down. Prep to acidize.



Rusty Klein
Operations Technician
August 11, 1997

