

YATES PETROLEUM CORPORATION
Pegasus ARN State #1
Section 30-T16S-R35E
Lea County, New Mexico

SUNDRY NOTICE CONTINUED:

Acidized perforations 12822-12828' (Morrow) with 1500 gallons 10% iron control HCL acid with 2000 scf/bbl N2. Bled well down. Rigged down treesaver. Flowing well back for cleanup. Shut well in.

7-17-97 - Opened well and bled down. Loaded tubing. Released packer. Nippled up BOP. TOOH with tubing. Rigged up wireline. TIH with 5-1/2" CIBP and set at 12775'. Capped CIBP with 35' of cement. Shut well in.

7-18-97 - TIH with TCP gun installation. Rigged up wireline. Correlated TCP guns on depth with GR/CCL. TOOH with wireline. Nippled down BOP. Spaced out. Set packer. Nippled up tree. Rigged up treesaver. Rigged up N2 pump and fluid pump. Pressured tubing to 8000 psi with 160000 scf N2. Pumped 13 bbls 2% KCL. Guns fired - perforated 12478-12493' w/96 .45" holes (6 SPF - Atoka). Nippled down tree saver. Flowing well to pit.

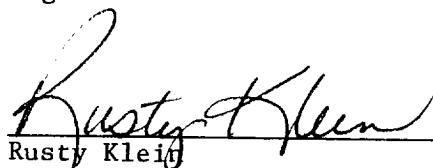
7-19-21-97 - Flow and swab tested. Shut well in.

7-22-97 - Opened well and bled down. Swabbed. Shut well in.

7-23-97 - Opened well and bled down. Swabbed. Shut well in.

7-24-97 - Moved in and rigged up stimulation equipment. Rigged up treesaver.

Acidized perforations 12478-12493' (Atoka) with 4000 gallons 10% iron control HCL acid with 2000 scf/bbl N2. With 10 bbls flush pumped, lost packing on fluid pump. Flushed with N2 and 50% overflush. Bled well down. Nippled down treesaver. Flowed well to pit until dead. Swabbing.


Rusty Klein
Operations Technician
July 25, 1997