

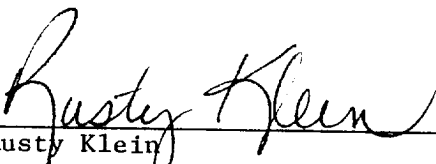
YATES PETROLEUM CORPORATION  
Pegasus ARN State #1  
Section 30-T16S-R35E  
Lea County, New Mexico

SUNDRY NOTICE CONTINUED:

stringer to 10530'. Solid at 10623'. Solid to 10686'.  
7-2-97 - Washed to 11495' (stringers). Solid from 12010-12261'. Stringers at 12860'. Solid from 12860-12973'. Reached TD (12973') at 2:30 PM 7-1-97. Circulated 5 hours. TOOH and laid down swivel and drill collars.  
7-3-97 - Changed rams in BOP to 5-1/2". Rigged up casing crew. TIH with casing string and tagged at 12973'. Picked up 4' and set slips through BOP.

TD 12973'. Ran 315 joints of 5-1/2" 17# casing as follows: 19 joints of 5-1/2" 17# S-95 sandblasted (790.92'); 54 joints of 5-1/2" 17# S-95 varnished (2198.74'); 19 joints of 5-1/2" 17# N-80 varnished (775.90'); 11 joints of 5-1/2" 17# N-80 sandblasted (437.82'); 63 joints of 5-1/2" 17# N-80 varnished (2615.67'); 51 joints of 5-1/2" 17# J-55 varnished (2101.29'); 68 joints of 5-1/2" 17# L-80 varnished (2810.15') and 30 joints of 5-1/2" 17# varnished S-95 (1237.35') (Total 12970.02') of casing set at 12969'. Float shoe set at 12969'. Float collar set at 12932'. Bottom marker set at 11810'. Top marker set at 8789'. Cemented with 1150 sacks Super Premium Poz, 5/10% Halad 344, .1% HR7, .4% CFR3, 3#/sack gilsonite and 1#/sack salt (yield 1.66, weight 13.0). PD 12:30 AM 7-3-97. Bumped plug to 2300 psi for 1 minute, OK. WOC. NOTE: Displaced with 9.7# brine.

Waiting on completion unit.

  
\_\_\_\_\_  
Rusty Klein  
Operations Technician  
July 8, 1997