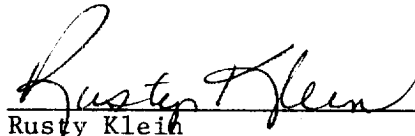


YATES PETROLEUM CORPORATION
Nichols AQO State #1
Section 5-T17S-R33E
Lea County, New Mexico

SUNDRY NOTICE CONTINUED:

7-22-97 - Frac'd perforations 4130-4334' (via 3-1/2" tubing) with 40000 gallons 35# Viking borate gel and 97000# 20-40 Brady sand. Flowed for 20 minutes for forced closure. Shut well in.

7-23-97 - Opened well and bled down. Released packer. Reversed out tubing. TOOH with 3-1/2" tubing. Changed rams in BOP to 2-7/8". TIH with 2-7/8" tubing. Tagged sand at 4335'. Washed sand to RBP at 4452'. Circulated clean. TOOH. TIH with production tubing. Released well to production department.



Rusty Klein
Operations Technician
July 24, 1997