	TAYLOR PROSPECT				Dated	11/21/2006					
	Sec, 12: W/2, T-18-S, R-31-E				Revised	4/3/2007					
	Eddy County, New Mexico					VDD					
	Acres in W/2 Proration Unit	320.00									
	Intangible Cost	$1,057,817.00									
	Tangible Cost	$408,500.00									
	Total Lease & Battery Cost	$99,738.00									
	AFE TOTAL	$1,566,055.00									
		Interest in	Acres in	Interest in	Acres in	Acres in	Total WI in	WI to F/O	Share of	New WI in	Total
	Working Interest Owner	NW/4	NW/4	SW/4	SW/4	W/2	W/2	the Unit	F/O	W/2	Cost
1	Harvey E. Yates Company	0.38393516	61.43	0.00000000	0.00	61.43	0.19196758	0.00000000	0.02742394	0.21939152	$343,579.19
2	Explorers Petroleum Corp.	0.05563750	8.90	0.00000000	0.00	8.90	0.02781875	0.00000000	0.00397411	0.03179286	$49,789.36
3	Spiral, Inc.	0.05563750	8.90	0.00000000	0.00	8.90	0.02781875	0.00000000	0.00397411	0.03179286	$49,789.36
4	HEYCO Employees, Ltd.	0.01945000	3.11	0.00000000	0.00	3.11	0.00972500	0.00000000	0.00138929	0.01111429	$17,405.58
5	Stelaron, Inc.	0.25000000	40.00	0.25000000	40.00	80.00	0.25000000	0.00000000	0.03571429	0.28571429	$447,444.29
6	Yates Energy Corp.	0.15934885	25.50	0.00000000	0.00	25.50	0.07967443	0.00000000	0.01138206	0.09105649	$142,599.46
7	Jalapeno Corp.	0.07599099	12.16	0.00000000	0.00	12.16	0.03799550	0.00000000	0.00542793	0.04342342	$68,003.47
8	ConocoPhillips	0.00000000	0.00	0.50000000	80.00	80.00	0.25000000	0.00000000	0.03571429	0.28571429	$447,444.29
9	Tommye G. Ewing	0.00000000	0.00	0.08333333	13.33	13.33	0.04166667	0.04166667	0.00000000	0.00000000	$0.00
10	Charlesworth Enterprises	0.00000000	0.00	0.08333333	13.33	13.33	0.04166667	0.04166667	0.00000000	0.00000000	$0.00
11	Patricia A. Brunson	0.00000000	0.00	0.04166667	6.67	6.67	0.02083334	0.02083334	0.00000000	0.00000000	$0.00
12	Vivian C. Brunson	0.00000000	0.00	0.04166667	6.67	6.67	0.02083334	0.02083334	0.00000000	0.00000000	$0.00
	TOTALS	1.00000000	160.00	1.00000000	160.00	320.00	1.00000000	0.12500000	0.12500000	1.00000000	$1,566,055.00

Oil Conservation Division
Case No. _____
Exhibit No. 2