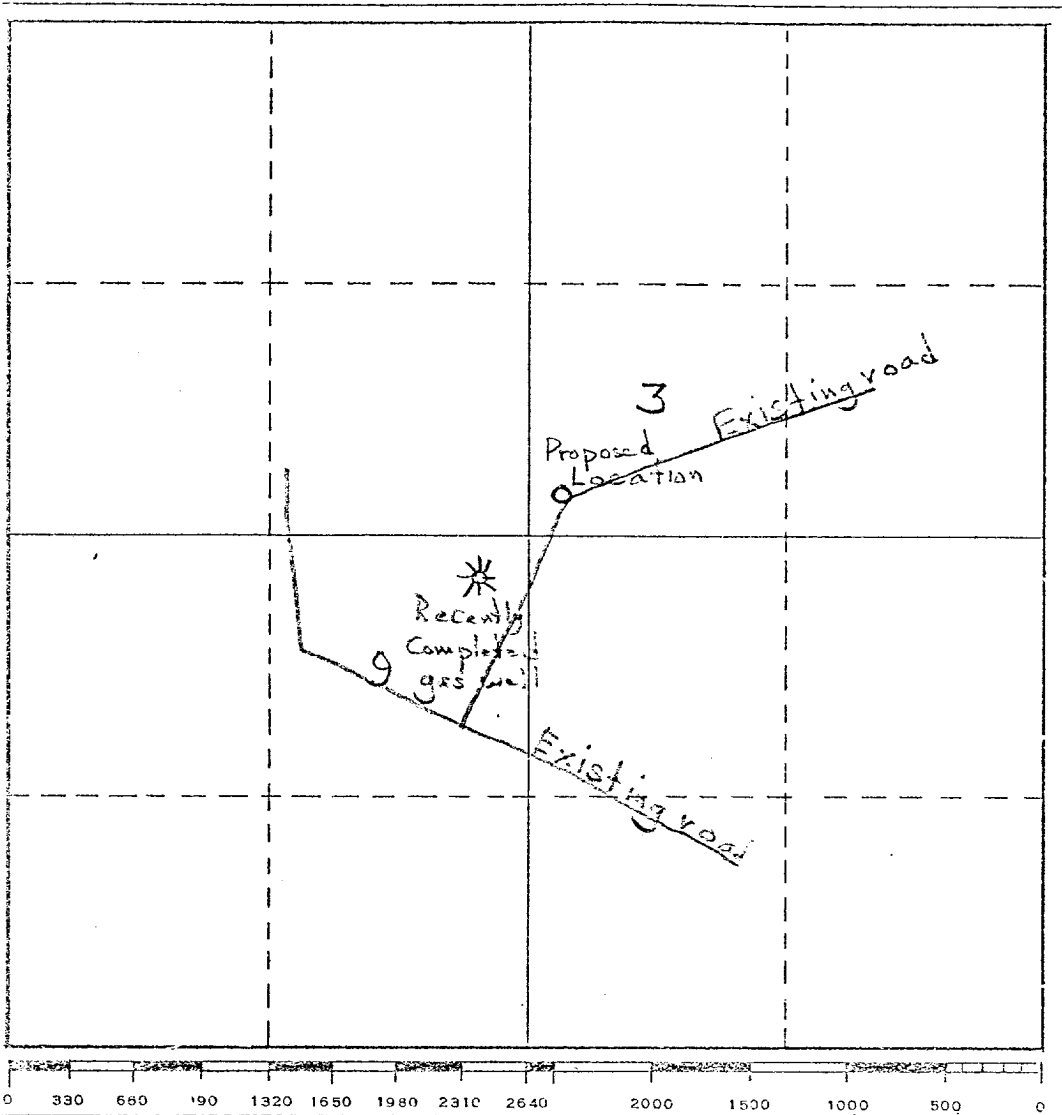




MCCLELLAN OIL CORPORATION
 BOX B48
 ROSWELL, NEW MEXICO 88201

PLAN OF DEVELOPMENT FOR THE YATES FEDERAL NO. 1 (A RE-ENTRY)



PROPOSE TO USE EXISTING RANCH ROAD, WHICH IS ADJECENT TO LOCATION AND RE-BLADE THE EXISTING LOCATION AS THIS IS A RE-ENTRY OF AN OLD HOLE. WILL DIG PITS AND DEADMEN. THERE IS NO WATER ON LOCATION AND DRILLING WATER WILL BE TRUCKED. COMBUSTIBLE MATERIAL WILL BE BURNED, NON-COMBUSTIBLE MATERIAL WILL BE BURIED WITH PIT FILLING.

AFTER COMPLETION OR ABANDONMENT, THE PIT WILL BE FILLED AND THE LOCATION CLEANED.

