

May 10, 2012

JEREMY HAASS Yates Energy Petroleum Corp 105 S 4th Street Artesia, NM 88210

RE: FEDERAL 'AB' 13H

Enclosed are the results of analyses for samples received by the laboratory on 05/09/12 15:55.

Cardinal Laboratories is accredited through Texas NELAP under certificate number T104704398-11-3. Accreditation applies to drinking water, non-potable water and solid and chemical materials. All accredited analytes are denoted by an asterisk (*). For a complete list of accredited analytes and matrices visit the TCEQ website at www.tceq.texas.gov/field/ga/lab_accred_certif.html.

Cardinal Laboratories is accreditated through the State of Colorado Department of Public Health and Environment for:

Method EPA 552.2	Haloacetic Acids (HAA-5)
Method EPA 524.2	Total Trihalomethanes (TTHM)
Method EPA 524.4	Regulated VOCs (V1, V2, V3)

Accreditation applies to public drinking water matrices.

This report meets NELAP requirements and is made up of a cover page, analytical results, and a copy of the original chain-of-custody. If you have any questions concerning this report, please feel free to contact me.

Sincerely,

Celez D. Keine

Celey D. Keene Lab Director/Quality Manager



Analytical Results For:

Yates Energy Petroleum Corp JEREMY HAASS 105 S 4th Street Artesia NM, 88210 Fax To: (505) 748-4635

Received:	05/09/2012	Sampling Date:	05/07/2012
Reported:	05/10/2012	Sampling Type:	Soil
Project Name:	FEDERAL 'AB' 13H	Sampling Condition:	** (See Notes)
Project Number:	30-015-37211	Sample Received By:	Jodi Henson
Project Location:	EDDY COUNTY, NM		

Sample ID: S1 2' (H201054-01)

Chloride, SM4500Cl-B	mg	/kg	Analyze	d By: AP					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	3280	16.0	05/10/2012	ND	416	104	400	3.92	

Sample ID: S1 4' (H201054-02)

Chloride, SM4500Cl-B	mg,	/kg	Analyzed By: AP						
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	112	16.0	05/10/2012	ND	416	104	400	3.92	

Sample ID: S1 6' (H201054-03)

Chloride, SM4500Cl-B	mg	/kg	Analyze	d By: AP					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	720	16.0	05/10/2012	ND	416	104	400	3.92	

Sample ID: S2 2' (H201054-04)

Chloride, SM4500Cl-B	mg	/kg	Analyze	d By: HM					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	5440	16.0	05/10/2012	ND	416	104	400	3.92	

Cardinal Laboratories

*=Accredited Analyte

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any daim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whetsoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of the services hereunder by Cardinal, regardless of whether such claim is based upon any of the above stated reasons or otherwise. Results relate only to the samples identified above. This report shall not be reprodued except in full with written approval of Cardinal Load cardinal.

Celey D. Keine

Celey D. Keene, Lab Director/Quality Manager



Analytical Results For:

Yates Energy Petroleum Corp JEREMY HAASS 105 S 4th Street Artesia NM, 88210 Fax To: (505) 748-4635

Received:	05/09/2012	Sampling Date:	05/07/2012
Reported:	05/10/2012	Sampling Type:	Soil
Project Name:	FEDERAL 'AB' 13H	Sampling Condition:	** (See Notes)
Project Number:	30-015-37211	Sample Received By:	Jodi Henson
Project Location:	EDDY COUNTY, NM		

Sample ID: S2 4' (H201054-05)

Chloride, SM4500Cl-B	mg	/kg	Analyze	d By: HM					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	400	16.0	05/10/2012	ND	416	104	400	3.92	

Sample ID: S2 6' (H201054-06)

Chloride, SM4500Cl-B	hloride, SM4500Cl-B mg/kg Analyzed By: HM		d By: HM						
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	240	16.0	05/10/2012	ND	416	104	400	3.92	

Sample ID: S3 2' (H201054-07)

Chloride, SM4500Cl-B	mg	/kg	Analyze	d By: AP					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	5920	16.0	05/10/2012	ND	416	104	400	3.92	

Sample ID: S3 4' (H201054-08)

Chloride, SM4500Cl-B	mg	/kg	Analyze	d By: HM					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	640	16.0	05/10/2012	ND	416	104	400	3.92	

Sample ID: S3 6' (H201054-09)

Chloride, SM4500Cl-B	mg/	/kg	Analyze	d By: HM					
Analyte	Result	Reporting Limit	Analyzed	Method Blank	BS	% Recovery	True Value QC	RPD	Qualifier
Chloride	704	16.0	05/10/2012	ND	416	104	400	3.92	

Cardinal Laboratories

*=Accredited Analyte

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of the services hereunder by Cardinal, regardless of whether such claim is based upon any of the above stated reasons or otherwise. Results relate only to the sample identified above. This report shall not be reproduced except in full with written approval of Cardinal Liabove stated reasons for the same services.

Celey D. Keine

Celey D. Keene, Lab Director/Quality Manager



Notes and Definitions

- ND
 Analyte NOT DETECTED at or above the reporting limit

 RPD
 Relative Percent Difference
- ** Samples not received at proper temperature of 6°C or below.
- *** Insufficient time to reach temperature.
- Chloride by SM4500Cl-B does not require samples be received at or below 6°C Samples reported on an as received basis (wet) unless otherwise noted on report

Cardinal Laboratories

*=Accredited Analyte

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of the services hereunder by Cardinal, regardless of whether such claim is based upon any of the above stated reasons or otherwise. Results relate only to the sample identified above. This report shall not be reproduced except in full with written approval of Cardinal Loratorites.

Celey D. Keine

Celey D. Keene, Lab Director/Quality Manager

CHAIN OF CUSTODY RECORD AND ANALYSIS REQUEST

6	ARDINAL LABORATORIES				(505) 393-2326	FAX (505) 393	-247	′ 6																										
	Project Manager: Jeremy Haass																	Project Nar					ame: Federal 'AB' 13H											
	Comp: (505) 393-2326 Yates Petroleum Corporation												_			Pro	oject	#: _	30-	015	-37	211												
	Company Address: 105 South 4th Street																Project Loc:							Eddy										
	City/State/Zip: Artesia, NM 88210																	PO #: 103								103-2636								
	Telephone No: 575-748-4311							Report Format: X Standard TRRP NPD									NPD	ES																
	Sampler Signature:																																	
(lab use only)																						TC	LP:	An	alyze	e For	: ——	Т	Τ-		Н			
ORDER #: H201054							Preservation & # of Containers									Mate	_			- Т	тот										72 hrs			
	(#: 11-01004									Prese	rvatio	on &	# of C	ontai	ners		Matri	Specify Other X	A 33365	X 1006	0	nity)		tr Pb Hg Se		OTEV 0260						edule) 24, 48,		
LAB # (lab use only)	FIELD CODE		Beginning Depth	Ending Depth	Date Sampled	Time Sampled	Field Filtered	Total #. of Containers	lce	HNO ₃	HCI	H ₂ SO ₄	NaOH	Na ₂ S ₂ O ₃	None Other (Snacify)	DW=Drinking Water SL=Sludge	GW = Groundwater S=Soil/Solid	NP=Non-Potable Speci	TPH: 418.1 8015N	TPH: TX 1005 1	Cations (Ca, Mg, Na, K)	Anions (CI, SO4, Alkali	SAR / ESP / CEC	Metals: As Ag Ba Cd Cr Pb Hg Se	Volatiles	Semivolatiles		N.O.R.M.	Chlorides	SAR		RUSH TAT (Pre-Schedule) 24, 48, 72 hrs	Standard TAT	
]	S1 2'		2'		5/7/2012			1							Х		S												X				Х	
	S1 4'		4'					1							x		S												X				Х	
3	3 S1 6'							1						-	x		S											\bot	X		Ц		Х	
						a manaritati		1					_		x		S				_	_	\square	_	_	_		\perp	X			\bot	Х	
5	5 S2 4'							1						_	X	1	S	_		_		_	_	_	_				X		\square	_	Х	
lø	lø S2 6'			ļ				1						_	X	_	S					_			_		_	\perp	X			\downarrow	Х	
	S3 2'		2'					1						_	X	_	S					_	_	_			+	4_	X	\square	\square		Х	
- 6	S3 4'	· · · · · · · · · · · · · · · · · · ·	4'					1							X	╇	S	_			-	-	_		_		+	+	X				Х	
<u> </u>	S3 6'		6'					1					_	_	×	_	S				_	_	_	_	_		+		X	\vdash		4	X	
Special			I	L												Sam VOC	iple Cs F	Con ree	ntain of H	iers l leads	ents: Intacl	?	3		\bigcirc	1	N	1999 1997 1997						
Relinquished by: Date 05/09/12 Date Date			10:2 Ti	me 20 AM me	Received by: Received by:		lenson 5/9								Date 7/) Qate	12, 3:55 ate Time					Labels on container(s) Custody seals on container(s) Custody seals on cooler(s) Sample Hand Delivered by Sampler/Client Rep. ? by Courier? UPS DHL FedEx Lone Star										r r			
Relinquis	hed by:	Ti	me	Received by ELOT:								Date			Tim		Temperature Upon Receipt: 7 Page 5 of 5																	

8