YATES PEIROLEUM CORPORATION Horn "YG" Federal #1 660' FSL and 660' FWL Sec. 10-T8S-R26E

In conjunction with Form 9-331C, Application for Permit to Drill subject well, Yates Petroleum Corporation submits the following ten items of pertinent information in accordance with BLM requirements.

- 1. The geologic surface formation is sandy alluvium.
- 2. The estimated tops of geologic markers are as follows:

San Andres	759'	Pennsylvanian	5433'
Glorieta	1874'	Mississippian	5758'
Fullerton	3626'	Montoya	5883-5958'
Abo	4158'	P2	6058'
Wolfcamp	4858'	TD	6250'

3. The estimated depths at which anticipated water, oil or gas formations are expected to be encountered:

Water: 250-350'

Oil or Gas: 5560'

- 4. Proposed Casing Program: See Form 9-331C.
- 5. Pressure Control Equipment: See Form 9-331C.
- 6. Mud Program: See Form 9-331C.
- 7. Auxiliary Equipment: Kelly Cock; pit level indicators and flow sensor equipment; sub with full-opening value on floor, drill pipe connection.
- 8. Testing, Logging and Coring Program:

Samples:Surface casing to TD.DST's:As warranted.Coring:None.Logging:CNL-FDC TD to csg w/GR-CNL to surface & DLL from TD to csg.

- 9. No abnormal pressures or temperatures are anticipated.
- 10. Anticipated starting date: As soon as possible after approval.