

JOHN A. YATES, JR., OIL OPERATOR
Comanche "PQ" Federal #2
990' FNL and 990' FWL
Section 26-T10S-R25E
Chaves County, New Mexico

In conjunction with Form 9-331C, Application for Permit to Drill subject well, John A. Yates, Jr. Oil Operator 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	696'
Slaughter	1236'
TD	1300'
3. The estimated depths at which anticipated water, oil or gas formations are expected to be encountered:

Water: Approximately 100'

Oil or Gas: San Andres - 1030'
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 valve on floor, drill pipe connection.
8. Testing, Logging and Coring Program:

Samples: Surface casing to TD
DST's: None
Coring: None
Logging: Gamma Ray Neutron from surface to TD
9. No abnormal pressures or temperatures are anticipated.
10. Anticipated starting date: As soon as possible after approval.