

YATES PETROLEUM CORPORATION
East Little Box "YI" Federal #1
800' FSL and 1600' FWL
Section 7-T21S-R22E
Eddy County, New Mexico

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 quaternary alluvium.
2. The estimated tops of geologic markers are as follows:

Glorieta	1250'	Morrow	7897'
Abo	3360'	Upper Sand Morrow	7923'
Wolfcamp	4595'	Morrow 3 "U" Limestone	7955'
Cisco	5850'	Morrow Lower Sand	8057-8115'
Canyon Limestone	6625'	Chester Shale	8213'
Strawn	7075'	Mississippian	8381'
Atoka	7585'	TD	8400'

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

Water: Approximately 150'

Oil or Gas: Cisco 5850-6150'
Morrow 7925-8213'

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: none
DST's: none
Coring: none
Logging: none
9. No abnormal pressures or temperatures are anticipated.
10. Anticipated starting date: As soon as possible after approval.