

YATES PETROLEUM CORPORATION

Lily ALY Federal #2

Section 3-T24S-R31E

Eddy County, New Mexico

DRILL STEM TEST

Results of DST #1 4340-4382' (Upper Bell Canyon): TIMES: TO 30"; SI 60"; TO 60"; SI 120"; TO 120". RECOVERY: 630' of oil, 552' of formation water, 245' of rathole mud. SAMPLER: 400 psi, .18 cfg, 50 cc oil and 2400 cc water. PRESSURES: IHP 2060; IFP 98-153; ISIP 1455; 2nd FP 251-361; 2nd SIP 1675; FFP 442-591; FHP 2060.