

YATES PETROLEUM CORPORATION  
Lily ALY Federal #7  
Section 3-T24S-R31E  
Eddy County, New Mexico

RESULTS OF DRILL STEM TESTS

DST #1 6844-6878' (Cherry Canyon): Misrun

DST #2 6844-6878' (Cherry Canyon): TIMES: TO 30"; SI 60"; TO 60"; SI 120"; TO 120".  
RECOVERY: 40' of gas cut water, 470' gas cut water and 606' of water. SAMPLER:  
.84 cfg, 400 cc oil and 1900 cc water. PRESSURES: IHP 3151; IFP 30-181; ISIP 2829;  
2nd FP 197-445; 2nd SIP 2820; 3rd FP 451-634; FHP 3131