

2. Recommendations

The following recommendations are presented for consideration and discussion:

1. **Continue to drill future laterals in this area in the current orientation of north-south.** Though the primary project azimuth of N70°E to N80°E is somewhat oblique to the current lateral orientation, land restrictions limiting lateral direction to either north-south or east-west necessitates a choice between the two options. Given these restrictions, a north-south orientation results in the most exposed reservoir surface area/bbl of fracturing fluid pumped.

Yates Holdings De Novo Hearing
Quijote BQJ 1H
Unit O Sec 2 26S 32E

Oil Conservation Commission
Case No. 15035715044
Exhibit No. 14

Yates