

POSITIVE PRODUCTION RESPONSE DATA
CACTUS QUEEN (VOLUNTARY) UNIT WATERFLOOD PROJECT EXPANSION AREA

NAME OF PROJECT

Cactus Queen (Voluntary) Unit Waterflood Project
Expansion Area

OPERATOR

Yates Drilling Company
105 South Fourth Street
Artesia, New Mexico 88210
Attention: Mr. Douglas W. Hurlbut

POOL

Southeast Chaves-Queen Gas Area Associated Pool

OCD ORDER NO. APPROVING WATERFLOOD PROJECT & DATE

R-9075-B-1, January 26, 1993

PROJECT AREA (EXPANSION AREA)

TOWNSHIP 12 SOUTH, RANGE 31 EAST, NMPM
Section 34: SW/4, SW/4 NE/4, S/2 NW/4,
and NW/4 SE/4

DATE WATER INJECTION COMMENCED

June, 1993

DATE CERTIFIED PROJECT TO TAXATION & REVENUE

February 25, 1994 (Effective Date: April 30, 1993)

DATE POSITIVE PRODUCTION RESPONSE OCCURRED

November 1, 1993

CURRENT NUMBER OF WELLS WITHIN PROJECT AREA

Injection: 5
Production: 4