



UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No 1004-0135
Expires March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT--" for such proposals

5 Lease Designation and Serial No.
NM-105213

6 If Indian, Allottee or Tribe Name

SEP 04 2007

7 If Unit or CA, Agreement Designation
CCD-ARTESIA

1 Type of Well
Oil Gas
 Well Well Other

8 Well Name and No
Jester BFJ Federal #1

2 Name of Operator
Yates Petroleum Corporation

9 API Well No.
30-015-34275

3 Address and Telephone No.
105 South Fourth Street, Artesia, NM 88210 (505) 7481471

10 Field and Pool, or Exploratory Area
Pierce Crossing/Bone Spring
Cedar Canyon/Delaware

4 Location of Well (Footage, Sec., T., R., M., or Survey Description)
630' FSL & 2310' FWL Section 12-T24S-R29E (Unit N, SESW)

11. County or Parish, State
Eddy County, NM

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA		
TYPE OF SUBMISSION	TYPE OF ACTION	
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment	<input type="checkbox"/> Change of Plans
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> New Construction
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Casting Repair	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Conversion to Injection
	<input checked="" type="checkbox"/> Other Off Lease Measurement Surface Commingle Gas Only	<input type="checkbox"/> Dispose Water

(Note Report results of multiple completion on Well completion or Recompletion Report and Log Form)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Yates Petroleum Corporation respectfully request administrative approval Off Lease Measurement, Surface Commingle Gas Only.

Federal

Corral Draw AQH Federal #1
Sec 13-T24S-R29E
Pierce Crossing/Bone Spring
Cedar Canyon/Delaware
Eddy County, NM
Federal Lease # NM-88136

Federal

Corral Draw AQH Federal #2
Sec 13-T24S-R29E
Pierce Crossing/Bone Spring
Cedar Canyon/Delaware
Eddy County, NM
Federal Lease # NM-88136

Federal

Jester BFJ Federal #1
Sec 12-T24S-29E
Pierce Crossing/Bone Spring
Cedar Canyon/Delaware
Eddy County, NM
Federal Lease #NM-105213

State

Ohkay BHH State #1
Sec 6-T25S-R30E
Nash Draw/Delaware
Pierce Crossing/Bone Spring
Eddy County, NM
State Lease #VO-6711

The CDP is located at the Jester BFJ Federal #1. Please see attached plat and site facility diagram.

Diversified ownership by percentages. Owners were notified verbally All in house subsidiaries.

The Gas production from the Corral Draw AQH Federal #1, Corral AQH Federal #2, Ohkay BHH State #1, and the Jester BFJ Federal #1 is measured on lease and the sales point is at a CDP meter located on the Jester BFJ Federal #1 630' FSL 2310' FWL Sec 12-T24S-R29E Unit N.

The proposed commingling of production is in the interest of conservation and will not result in reduced royalty or improper measurement of production. Estimated daily gas production for the Corral Draw AQH Federal #1 is 90 mcf, Corral Draw AQH Federal #2 is 100 mcf, Jester BFJ Federal #1 is 100 mcf, and for the Ohkay BHH State #1 is 120 mcf.

The purpose of the Off Lease measurement & Surface Commingling, is to reduce operating costs for storage and treating, thereby extending the economic life of each well. Without approval for utilizing existing batteries on adjacent leases, it will become necessary to built separate facilities for each well. This will greatly increase costs and shorten the economic life of the well.

The proposed commingling is necessary for economic operation of the above referenced leases

We understand that the request approval will not constitute the granting of any right-of-way or construction right and granted by the lease instrument. And, we will submit within 30 days an application for right-of-way approval to the BLM's Realty Section in your office if we have not already done so.

14 I hereby certify that the foregoing is true and correct

Signed

Marie Berger

Title Production Secretary

Date August 22, 2007

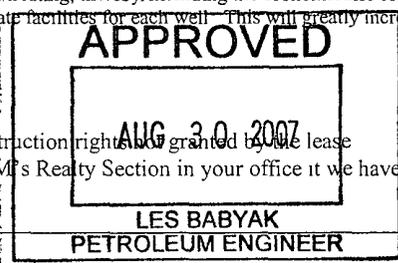
Approved by

Title

Date

Conditions of approval, if any

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.



SUBJECT TO LIKE
APPROVAL BY STATE

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

DATE IN	SUSPENSE	ENGINEER	LOGGED IN	TYPE	APP NO
---------	----------	----------	-----------	------	--------

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

- [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
- [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
- [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
- [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
- [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
- [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

- [1] TYPE OF APPLICATION - Check Those Which Apply for [A]
 [A] Location - Spacing Unit - Simultaneous Dedication
 NSL NSP SD

Check One Only for [B] or [C]

- [B] Commingling - Storage - Measurement
 DHC CTB PLC PC OLS OLM

- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
 WFX PMX SWD IPI EOR PPR

- [D] Other: Specify _____

- [2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply

- [A] Working, Royalty or Overriding Royalty Interest Owners
- [B] Offset Operators, Leaseholders or Surface Owner
- [C] Application is One Which Requires Published Legal Notice
- [D] Notification and/or Concurrent Approval by BLM or SLO
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office

- [E] For all of the above, Proof of Notification or Publication is Attached, and/or,

- [F] Waivers are Attached

- [3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

- [4] CERTIFICATION: I hereby certify that the information submitted with this application for administrative approval is accurate and complete to the best of my knowledge. I also understand that no action will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

MAYTE REYES *Mayte Reyes* PRODUCTION CLERK 8-21-07
 Print or Type Name Signature Title Date
 mayter@ypc.nm.com
 e-mail Address

District I
1625 N. French Drive, Hobbs, NM 88240

Energy, Minerals and Natural Resources Department

District II
1301 W. Grand Ave, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St Francis Dr, Santa Fe, NM
87505

OIL CONSERVATION DIVISION
1220 S. St Francis Drive
Santa Fe, New Mexico 87505

Submit the original application to the Santa Fe office with one copy to the appropriate District Office.

APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)

OPERATOR NAME: YATES PETROLEUM CORPORATION
OPERATOR ADDRESS: 105 SOUTH 4TH STREET ARTESIA NM 88210
APPLICATION TYPE:

Pool Commingling Lease Commingling Pool and Lease Commingling Off-Lease Storage and Measurement (Only if not Surface Commingled)

LEASE TYPE: Fee State Federal

Is this an Amendment to existing Order? Yes No If "Yes", please include the appropriate Order No. _____
Has the Comm. of Public Lands (BLM) and State Land office (SLO) consented in writing to the proposed commingling Yes No

(A) POOL COMMINGLING
Please attach sheets with the following information

(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production	Value of Non-Commingled Production	Calculated Value of Commingled Production	Volumes

- (2) Are any wells producing at top allowables? Yes No
- (3) Are all working, royalty and overriding royalty interests common between pools? Yes No
- (4) Include proof of notice to all interests if the answer to No. 3 is "No".
- (5) Measurement type: Metering Well Test Subtraction Method
- (6) Will commingling decrease the value of production? Yes No If "yes", describe why commingling should be approved

(B) LEASE COMMINGLING
Please attach sheets with the following information

- (1) Pool Name and Code.
- (2) Is all production from same source of supply? Yes No
- (3) Are all working, royalty and overriding royalty interests common between leases? Yes No
- (4) Include proof of notice to all interests if the answer to No. 3 is "No"
- (5) Measurement type: Metering Well Test Subtraction Method (only when No. 3 is "Yes")

(C) POOL and LEASE COMMINGLING
Please attach sheets with the following information

- (1) Complete Sections A and E.

(D) OFF-LEASE STORAGE and MEASUREMENT
Please attached sheets with the following information

- (1) Is all production from same source of supply? Yes No
- (2) Include proof of notice to all interest owners.

(E) ADDITIONAL INFORMATION (for all application types)
Please attach sheets with the following information

- (1) A schematic diagram of facility, including legal location.
- (2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.
- (3) Lease Names, Lease and Well Numbers, and API Numbers.
- (4) If production is to be measured by well test, include testing frequency.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE: Mayte Reyes TITLE: PRODUCTION CLERK DATE: 8-22-2007
TYPE OR PRINT NAME MAYTE REYES TELEPHONE NO. (505) 748-4213

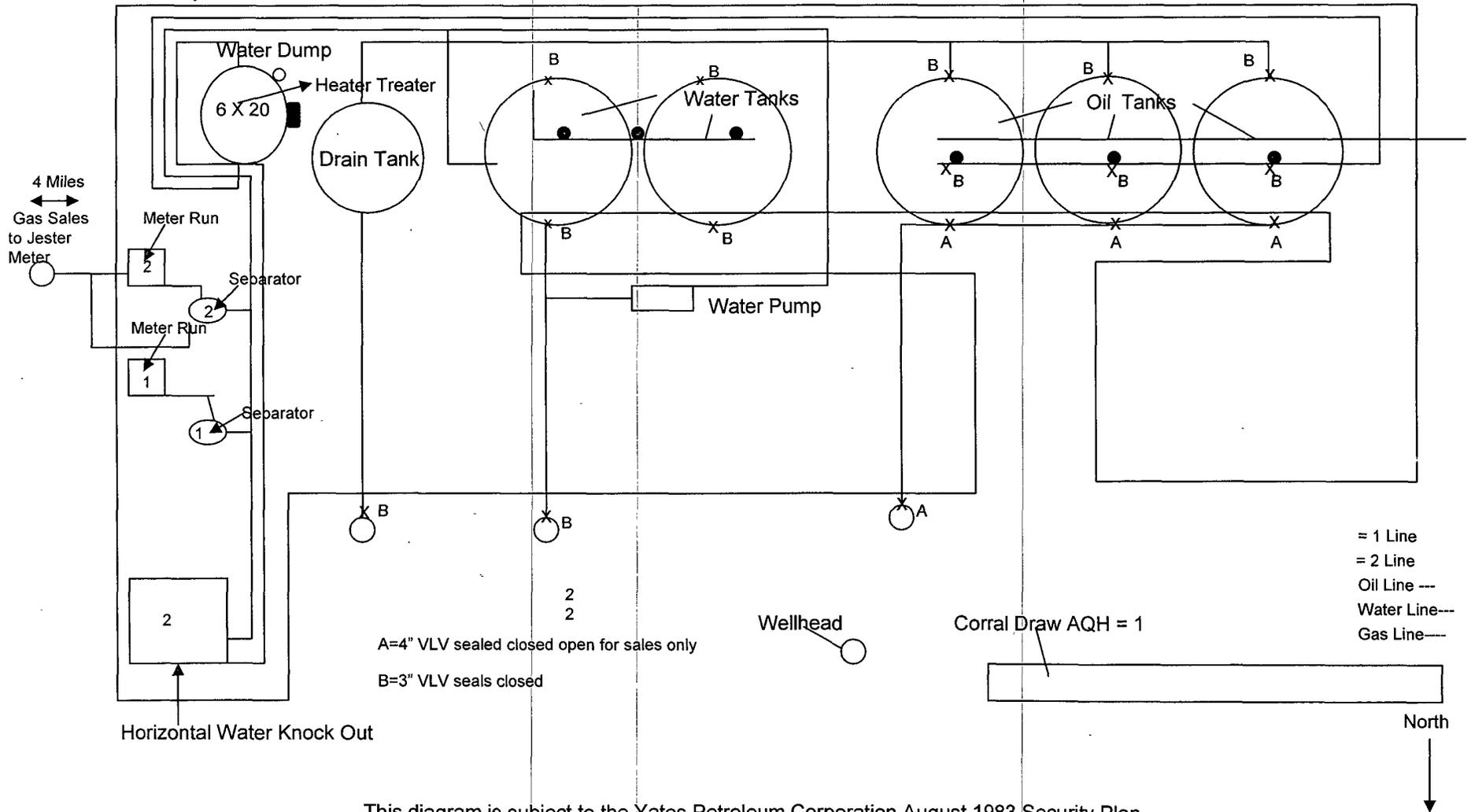


105 South 4th Street * Artesia, NM 88210
(505)-748-1471

Joe Chavez - Foreman
July 30, 2007

Corral Draw AQH Federal #1 & #2 Battery

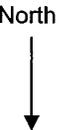
2310'FSL & 330'FWL * Sec13 - T24S-R29e * Unit L
Eddy, NM
API - 3001529396



A=4" VLV sealed closed open for sales only
B=3" VLV seals closed

Corral Draw AQH = 1

= 1 Line
= 2 Line
Oil Line ---
Water Line ---
Gas Line ---



This diagram is subject to the Yates Petroleum Corporation August 1983 Security Plan
which is on file at 105 South 4th Street, Artesia, NM

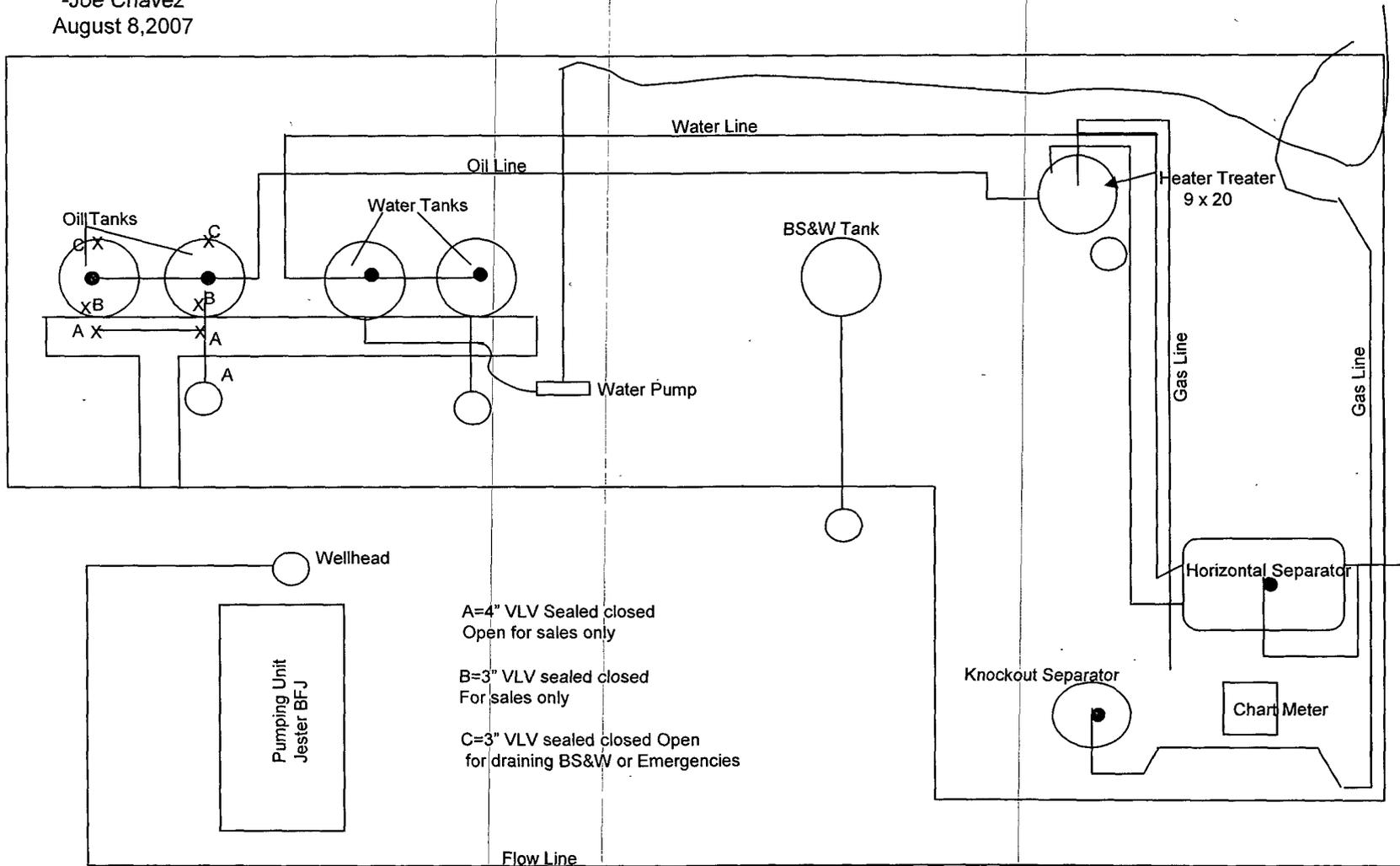
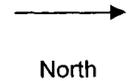


105 South 4th Street * Artesia, NM 88210
(505)-748-1471

-Joe Chavez
August 8, 2007

JESTER BFJ FEDERAL #1

630' FSL & 2310' FWL * Sec12 - T24S - R29E * Unit N
EDDY, NM
API - 3001534275



This diagram is subject to the Yates Petroleum Corporation August 1983 Security Plan
which is on file at 105 South 4th Street, Artesia, NM

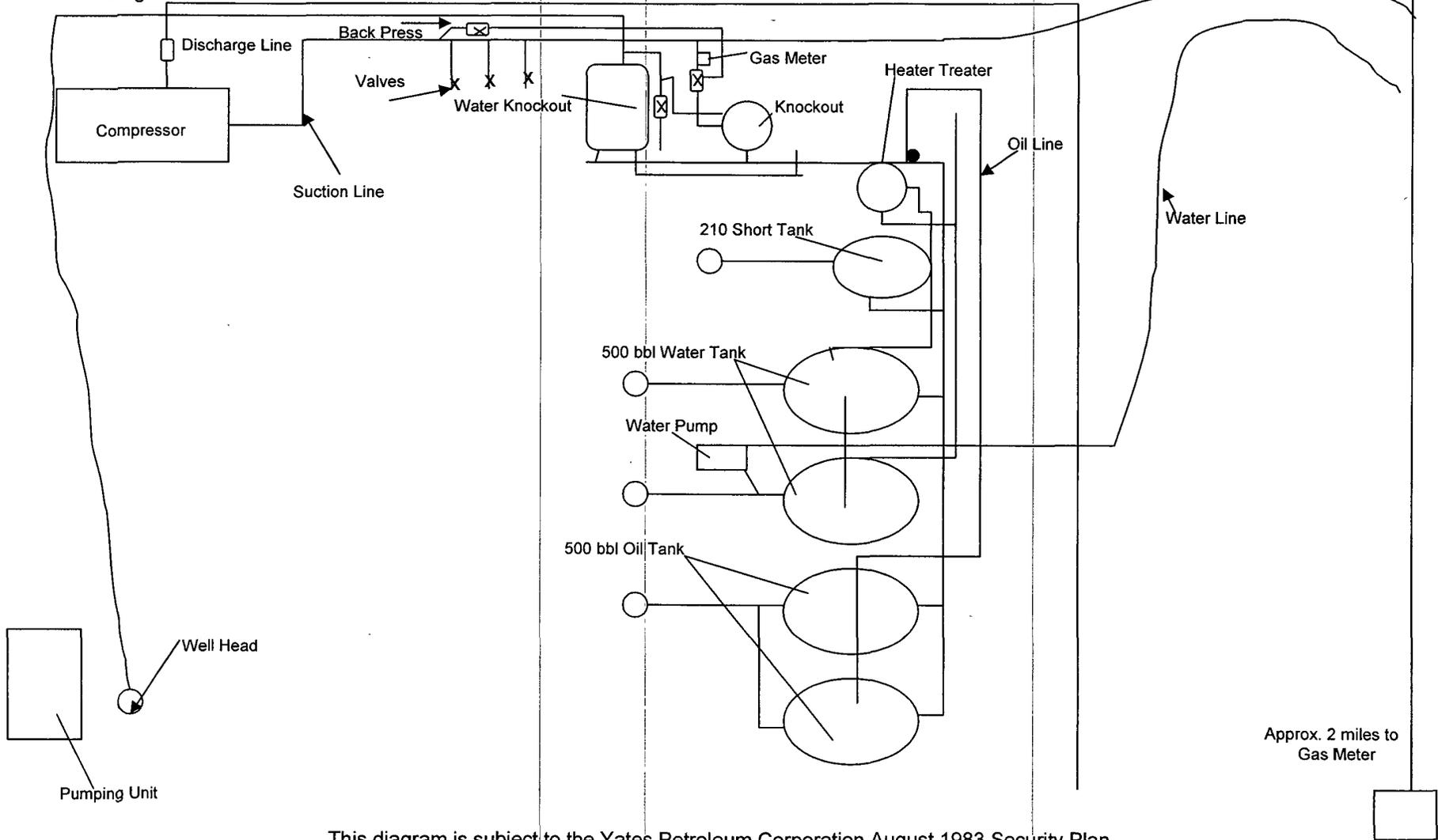


105 South 4th Street * Artesia, NM 88210
 (505)-748-1471
 -Joe Chavez
 August 2007

OHKAY BHH ST #1

330'FNL & 330'FWL * Sec6 - T25S - R30E * Unit D
 EDDY, NM
 API - 3001534551

Approx. 6 miles to
 Jester CDP



This diagram is subject to the Yates Petroleum Corporation August 1983 Security Plan
 which is on file at 105 South 4th Street, Artesia, NM

District I
 PO Box 1980, Hobbs, NM 88241-1980
 District II
 PO Drawer DD, Artesia, NM 88211-9719
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
 Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
 PO Box 2088
 Santa Fe, NM 87504-2088

Form C-102
 Revised February 10, 1994
 Instructions on back
 Submit to Appropriate District Office
 State Lease - 4 Copies
 Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number		2 Pool Code		3 Pool Name Wildcat	
4 Property Code		5 Property Name CORRAL DRAW AOH FEDERAL			6 Well Number
7 OGRID No. 025575		8 Operator Name YATES PETROLEUM CORPORATION			9 Elevation 3053.

10 Surface Location

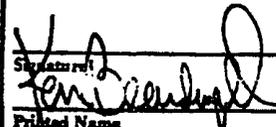
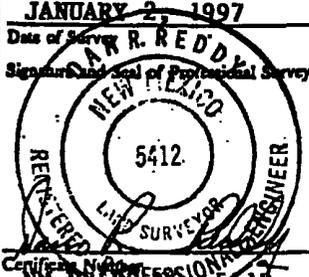
UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
L	13	24-S	29-E		2310	SOUTH	330	WEST	EDDY

11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County

12 Dedicated Acres 40	13 Joint or Infill	14 Consolidation Code	15 Order No.
--------------------------	--------------------	-----------------------	--------------

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16				17 OPERATOR CERTIFICATION <i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief</i> Signature:  Printed Name: Ken Beardemphl Title: Landman Date: January 22, 1997
				18 SURVEYOR CERTIFICATION <i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i> Date: JANUARY 2, 1997 Signature and Seal of Professional Surveyor: 

Handwritten notes on the plat:
 330' (vertical line)
 NM-88136 (diagonal line)
 2310' (vertical line)

District I
 PO Box 1980, Hobbs, NM 88241-1980
 District II
 PO Drawer DD, Artesia, NM 88211-0719
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
 Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
 PO Box 2088
 Santa Fe, NM 87504-2088

Form C-102
 Revised February 10, 1994
 Instructions on back
 Submit to Appropriate District Office
 State Lease - 4 Copies
 Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number 30-015-29396		2 Pool Code 96473		3 Pool Name Pierre Crossing		4 Well Number [REDACTED]	
5 Property Code		6 Property Name CORRAL DRAW AQH FEDERAL				7 Elevation 3053.	
8 OGRID No. 025575		9 Operator Name YATES PETROLEUM CORPORATION					

10 Surface Location

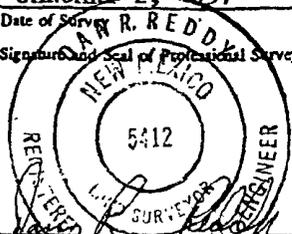
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	13	24-S	29-E		2310	SOUTH	330	WEST	EDDY

11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

12 Dedicated Acres 40	13 Joint or Infill	14 Consolidation Code	15 Order No.
--------------------------	--------------------	-----------------------	--------------

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16					17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief	
					Signature:  Printed Name: Ken Beardemphl Title: Landman Date: January 22, 1997	
330' NM-88136 2310'					18 SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.	
					Date of Survey: JANUARY 2, 1997 Signature and Seal of Professional Surveyor:  Certificate Number: NM P&S 588-5412	

District I
1625 N French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised October 12, 2005
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies
AMENDED REPORT

RECEIVED
JUL 13 2006
OIL CONSERVATION

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-015-34257	² Pool Code	³ Pool Name Wildcat Delaware
⁴ Property Code 20474	⁵ Property Name Corral Draw AQH Federal	
⁷ OGRID No. 025575	⁶ Operator Name Yates Petroleum Corporation	⁸ Well Number 2
		⁹ Elevation 3073'GR

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
F	13	24S	29E		1980	North	1980	West	Eddy

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County

¹² Dedicated Acres 40	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
-------------------------------------	-------------------------------	----------------------------------	-------------------------

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

¹⁶ 	¹⁷ OPERATOR CERTIFICATION <i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</i> July 12, 2006 Signature Date Tina Huerta Printed Name

8/22/06 cs



DISTRICT II
 811 South First, Artesia, NM 88210

DISTRICT III
 1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV
 2040 South Pacheco, Santa Fe, NM 87505

OIL CONSERVATION DIVISION
 P.O. Box 2088
 Santa Fe, New Mexico 87504-2088

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name
		Pierce Crossing Bone Spring
Property Code	Property Name	Well Number
	CORRAL DRAW "AOH" FEDERAL	2
OGRID No.	Operator Name	Elevation
025575	YATES PETROLEUM CORPORATION	3073

Surface Location

UL or lot No.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
F	13	24S	29E		1980	NORTH	1980	WEST	EDDY

Bottom Hole Location If Different From Surface

UR or lot No.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County

Dedicated Acres	Joint or Infill	Consolidation Code	Order No.
40			

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

	<p>N.32°13'09.7" W.103°56'24.8" N.445704.3 E.621724.2 (NAD-27)</p>	<p>OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><i>Cy Cowan</i> Signature Cy Cowan</p> <p>Printed Name Regulatory Agent</p> <p>Title June 6, 2005</p> <p>Date</p>
		<p>SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p>10/21/2004 Date Surveyed</p> <p>Signature Seal of Professional Surveyor</p> <p> Certificate No. Harold L. Jones RLS 3640 CORRAL DRAW GENERAL SURVEYING COMPANY</p>

0 330' 660' 990' 1650' 1980' 2310' 2640' 2970' 3300' 3630' 0'

DISTRICT II
 811 South First, Artesia, NM 88210

DISTRICT III
 1000 Rio Brazos Rd., Asteo, NM 87410

DISTRICT IV
 2040 South Pacheco, Santa Fe, NM 87505

OIL CONSERVATION DIVISION

P.O. Box 2088
 Santa Fe, New Mexico 87504-2088

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name Wildcat Bone Spring
Property Code	Property Name JESTER "BFJ" FEDERAL	Well Number 1
OGRID No. 025575	Operator Name YATES PETROLEUM CORPORATION	Elevation 3103

Surface Location

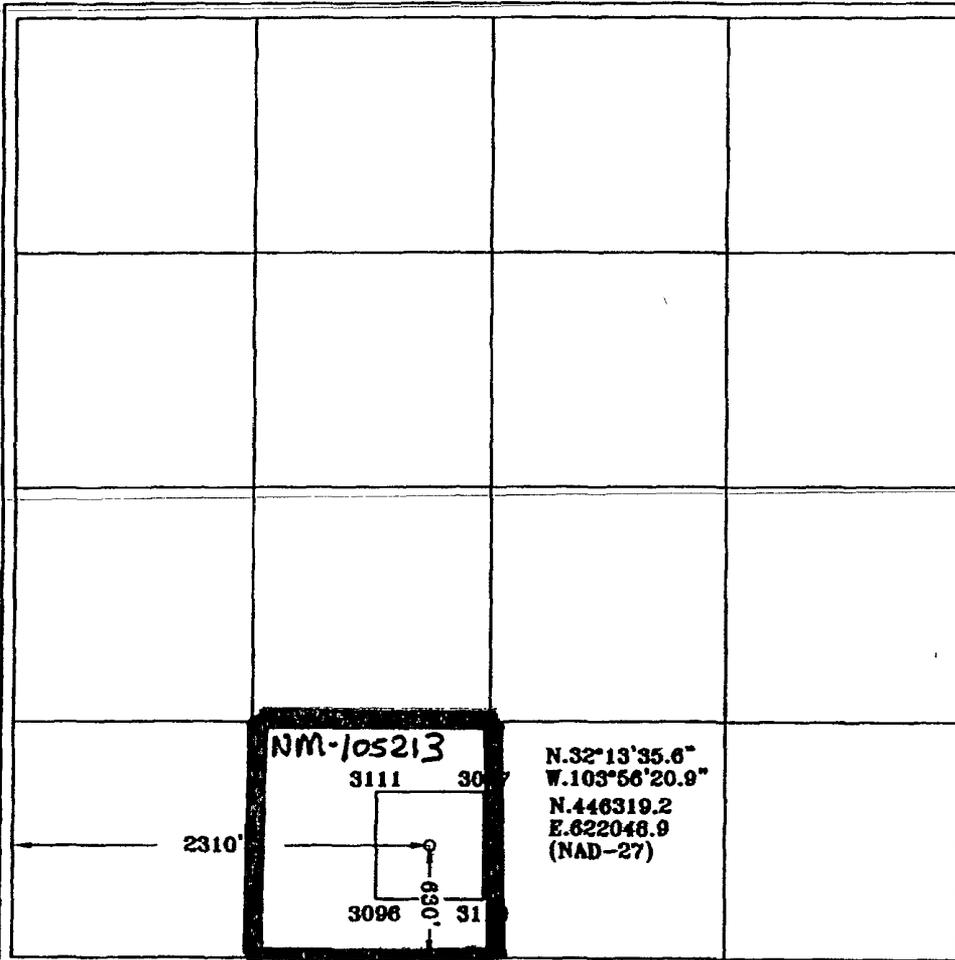
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	12	24S	29E		630	SOUTH	2310	WEST	EDDY

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

Dedicated Acres	Joint or Infill	Consolidation Code	Order No.
40			

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Cy Cowan
 Signature
 Cy Cowan
 Printed Name
 Regulatory Agent
 Title
 July 13, 2005
 Date

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

10/21/2004
 Date Surveyed

Signature & Seal of Professional Surveyor

 Certificate No. Herschel E. Jones RLS 3640
 JESTER 1
 GENERAL SURVEYING COMPANY
 SAFFORD, ARIZONA



District I
1625 N French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

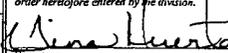
Form C-102
Revised October 12, 2005
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-015-34275		² Pool Code 11540		³ Pool Name Undesignated Cedar Canyon; Delaware					
⁴ Property Code 35031		⁵ Property Name Jester BFJ Federal						⁶ Well Number 1	
⁷ OGRID No. 025575		⁸ Operator Name Yates Petroleum Corporation						⁹ Elevation 3103'GR	
¹⁰ Surface Location									
UL or lot no. N	Section 12	Township 24S	Range 29E	Lot Idn	Feet from the 630	North/South line South	Feet from the 2310	East/West line West	County Eddy
¹¹ Bottom Hole Location If Different From Surface									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
¹² Dedicated Acres 40									
¹³ Joint or Infill									
¹⁴ Consolidation Code									
¹⁵ Order No.									

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

16				¹⁷ OPERATOR CERTIFICATION					
				I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.					
				 August 10, 2006 Signature Date					
				Tina Huerta Printed Name					
				¹⁸ SURVEYOR CERTIFICATION					
				I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.					
				Date of Survey					
				Signature and Seal of Professional Surveyor:					
				Certificate Number					
2310'W		Nm-105213		630'S					



District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised June 10, 2003
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-015-34551		² Pool Code 13360	³ Pool Name Corral Canyon; Delaware
⁴ Property Code 35383	⁵ Property Name Ohkay BHH State		⁶ Well Number 1
⁷ OGRID No. 025575	⁸ Operator Name Yates Petroleum Corporation		⁹ Elevation 3,139'

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	6	25S	30E		330'	FNL	330'	FWL	Eddy

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

¹² Dedicated Acres 40	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
--	-------------------------------	----------------------------------	-------------------------

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16	¹⁷ OPERATOR CERTIFICATION <i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief</i>			
	Signature			
	Debbie Chavez Printed Name Engineering Technician Title and E-mail Address 4/18/06 Date			
¹⁸ SURVEYOR CERTIFICATION <i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i>				
Date of Survey				
Signature and Seal of Professional Surveyor.				
Certificate Number				

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Ave., Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S. St Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-102
 Permit 21602

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-015-34551	2. Pool Code 96403	3. Pool Name WILDCAT; BONE SPRING
4. Property Code 35383	5. Property Name OHKAY BHH STATE	
6. Well No. 001	7. OGRID No. 25575	
8. Operator Name YATES PETROLEUM CORPORATION	9. Elevation 3139	

10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
4	6	25S	30E	4	330	N	330	W	EDDY

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
12. Dedicated Acres 40.17		13. Joint or Infill			14. Consolidation Code		15. Order No.		

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

<table border="1" style="width: 100%; height: 100%; border-collapse: collapse;"> <tr> <td style="width: 25%; height: 20px; background-color: black;"></td> <td style="width: 25%;"></td> <td style="width: 25%;"></td> <td style="width: 25%;"></td> </tr> <tr> <td style="height: 20px;"></td> <td></td> <td></td> <td></td> </tr> <tr> <td style="height: 20px;"></td> <td></td> <td></td> <td></td> </tr> <tr> <td style="height: 20px;"></td> <td></td> <td></td> <td></td> </tr> </table>																	<p style="text-align: center;">OPERATOR CERTIFICATION</p> <p><i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</i></p> <p>E-Signed By: Debbie Caffall Title: Regulatory Agent Date: 1/16/2006</p> <hr/> <p style="text-align: center;">SURVEYOR CERTIFICATION</p> <p><i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i></p> <p>Surveyed By: Hershel Jones Date of Survey: 11/9/2005 Certificate Number: 3640</p>

STATUS

=====

CO - Company Pay Code
 CP - Company Purchased Production
 CT - Company Tax Partnership Interest
 GC - City Government Interest
 GI - Federal Government Interest
 GS - State Government Interest

STATUS CONTINUED

=====

NP - Paid Direct
 PA - Pay
 SA - Unknown Address
 SD - Suspense - Waiting on Division Order
 SJ - Suspense - Delinquent JIB
 ST - Suspense - Title Requirement

YATES PETROLEUM CORPORATION

Division of Interest

Federal Royalty Rate Reduction Program
 Effective First Sales

Property: 019701
 Well: 001, 002

PROPERTY Corral Draw "AQH" Federal Lease
 W½ Section 13, T24S-R29E, NMPM
 Containing 320 00 acres, more or less
 Eddy County, New Mexico

INITIAL QUALIFYING PERIOD: 6/1/97 thru 5/31/98

File No. 401-2915-B
 sg

AVERAGE BBL OF OIL PER DAY IS.

OWNER NUMBER	OWNER NAME	INTER CO. #	GROSS WI	BASIC INTEREST	0 BBL	1 BBL	2 BBL	3 BBL	4 BBL	5 BBL	6 BBL	7 BBL	8 BBL	9 BBL	10 BBL	11 BBL	12 BBL
611540	MINERALS MANAGEMENT SERVICE			0.1250000	0.0050000	0.0130000	0.0210000	0.0290000	0.0370000	0.0450000	0.0530000	0.0610000	0.0690000	0.0770000	0.0850000	0.0930000	0.1010000
999900	YATES PETROLEUM CORPORATION		0.0400000	0.0350000	0.0398000	0.0394800	0.0391600	0.0388400	0.0385200	0.0382000	0.0378800	0.0375600	0.0372400	0.0369200	0.0366000	0.0362800	0.0359600
994100	YATES DRILLING COMPANY			0.3200000	0.2800000	0.3184000	0.3158400	0.3132800	0.3107200	0.3081600	0.3056000	0.3030400	0.3004800	0.2979200	0.2953600	0.2928000	0.2876800
005000	ABO PETROLEUM CORPORATION			0.3200000	0.2800000	0.3184000	0.3158400	0.3132800	0.3107200	0.3081600	0.3056000	0.3030400	0.3004800	0.2979200	0.2953600	0.2928000	0.2876800
640010	MYCO INDUSTRIES, INC.			0.3200000	0.2800000	0.3184000	0.3158400	0.3132800	0.3107200	0.3081600	0.3056000	0.3030400	0.3004800	0.2979200	0.2953600	0.2928000	0.2876800
				1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000

Royalty on Gas Production is paid on Basic Interest

NOTE: ROYALTY RATE WILL NEVER BE GREATER than initial qualifying rate for life of the Royalty Rate Reduction Program (OIL ONLY).

The Federal Royalty Rate Reduction Program is subject to termination upon six (6) months notice from BLM under the following conditions:

- Oil price reaches \$28 00 per Bbl for six (6) consecutive months, or
- Secretary of the Interior's evaluation of the Royalty Rate Reduction Program as of September-10, 1997.

Effective: First Sales

Well: 001

PROPERTY: Jester "BFJ" Fed. #1
SE/4SW/4 Sec. 12, T24S-R29E, NMPM
Eddy County, New Mexico

File No. 401-3871-B

OWNER NUMBER	OWNER NAME	NET REVENUE INTEREST	TYPE	STATUS
611540	MINERALS MANAGEMENT SERVICE	0.12500000	RI	GI
999900	YATES PETROLEUM CORPORATION	0.03500000	WI	CO
994100	YATES DRILLING COMPANY	0.28000000	WI	PA
005000	ABO PETROLEUM CORPORATION	0.28000000	WI	PA
640010	MYCO INDUSTRIES, INC.	<u>0.28000000</u>	WI	PA
		<u>1.00000000</u>		

PROPERTY: Ohkay "BHH" St. #1
NW/4NW/4 Sec. 6, T25S-R30E, NMPM
Eddy County, New Mexico

File No. 402-7039-B

OWNER NUMBER	OWNER NAME	NET REVENUE INTEREST	TYPE	STATUS
192200	COMMISSIONER OF PUBLIC LANDS	0.1666667	RI	
999900	YATES PETROLEUM CORPORATION	0.0225000 0.3333333	ORI WI	
994100	YATES DRILLING COMPANY	0.1591667	WI	
005000	ABO PETROLEUM CORPORATION	0.1591666	WI	
640010	MYCO INDUSTRIES, INC.	0.1591667 <u>1.0000000</u>	WI	

STATUS

=====
 CO - Company Pay Code
 CP - Company Purchased Production
 CT - Company Tax Partnership Interest
 GC - City Government Interest
 GI - Federal Government Interest
 GS - State Government Interest

STATUS CONTINUED

=====
 NP - Paid Direct
 PA - Pay
 SA - Unknown Address
 SD - Suspense - Waiting on Division Order
 SJ - Suspense - Delinquent JIB
 ST - Suspense - Title Requirement

YATES PETROLEUM CORPORATION

Division of Interest
 Federal Royalty Rate Reduction Program
 Effective: First Sales

Property: 019701
 Well: 001,002

PROPERTY Corral Draw "AQH" Federal Lease
 W½ Section 13, T24S-R29E, NMPM
 Containing 320.00 acres, more or less
 Eddy County, New Mexico

INITIAL QUALIFYING PERIOD: 6/1/97 thru 5/31/98

File No. 401-2915-B
 sg

AVERAGE BBL OF OIL PER DAY IS:

OWNER NUMBER	OWNER NAME	INTER CO #	GROSS WI	BASIC INTEREST	0 BBL	1 BBL	2 BBL	3 BBL	4 BBL	5 BBL	6 BBL	7 BBL	8 BBL	9 BBL	10 BBL	11 BBL	12 BBL
611540	MINERALS MANAGEMENT SERVICE			0.1250000	0.0050000	0.0130000	0.0210000	0.0290000	0.0370000	0.0450000	0.0530000	0.0610000	0.0690000	0.0770000	0.0850000	0.0930000	0.1010000
999900	YATES PETROLEUM CORPORATION		0.0400000	0.0350000	0.0398000	0.0394800	0.0391600	0.0388400	0.0385200	0.0382000	0.0378800	0.0375600	0.0372400	0.0369200	0.0366000	0.0362800	0.0359600
994100	YATES DRILLING COMPANY		0.3200000	0.2800000	0.3184000	0.3158400	0.3132800	0.3107200	0.3081600	0.3056000	0.3030400	0.3004800	0.2979200	0.2953600	0.2928000	0.2902400	0.2876800
005000	ABO PETROLEUM CORPORATION		0.3200000	0.2800000	0.3184000	0.3158400	0.3132800	0.3107200	0.3081600	0.3056000	0.3030400	0.3004800	0.2979200	0.2953600	0.2928000	0.2902400	0.2876800
640010	MYCO INDUSTRIES, INC		0.3200000	0.2800000	0.3184000	0.3158400	0.3132800	0.3107200	0.3081600	0.3056000	0.3030400	0.3004800	0.2979200	0.2953600	0.2928000	0.2902400	0.2876800
			1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000

Royalty on Gas Production is paid on Basic Interest.

NOTE: ROYALTY RATE WILL NEVER BE GREATER than initial qualifying rate for life of the Royalty Rate Reduction Program (OIL ONLY)

The Federal Royalty Rate Reduction Program is subject to termination upon six (6) months notice from BLM under the following conditions:

- Oil price reaches \$28.00 per Bbl for six (6) consecutive months, or
- Secretary of the Interior's evaluation of the Royalty Rate Reduction Program as of September 10, 1997.

Effective: First Sales

Well: 001

PROPERTY: Jester "BFJ" Fed. #1
SE/4SW/4 Sec. 12, T24S-R29E, NMPM
Eddy County, New Mexico

File No. 401-3871-B

OWNER NUMBER	OWNER NAME	NET REVENUE INTEREST	TYPE	STATUS
611540	MINERALS MANAGEMENT SERVICE	0.12500000	RI	GI
999900	YATES PETROLEUM CORPORATION	0.03500000	WI	CO
994100	YATES DRILLING COMPANY	0.28000000	WI	PA
005000	ABO PETROLEUM CORPORATION	0.28000000	WI	PA
640010	MYCO INDUSTRIES, INC.	<u>0.28000000</u> <u>1.00000000</u>	WI	PA

PROPERTY: Ohkay "BHH" St. #1
NW/4NW/4 Sec. 6, T25S-R30E, NMPM
Eddy County, New Mexico

File No. 402-7039-B

OWNER NUMBER	OWNER NAME	NET REVENUE INTEREST	TYPE	STATUS
192200	COMMISSIONER OF PUBLIC LANDS	0.1666667	RI	
999900	YATES PETROLEUM CORPORATION	0.0225000 0.3333333	ORI WI	
994100	YATES DRILLING COMPANY	0.1591667	WI	
005000	ABO PETROLEUM CORPORATION	0.1591666	WI	
640010	MYCO INDUSTRIES, INC.	<u>0.1591667</u> <u>1.0000000</u>	WI	

STATUS

=====
 CO - Company Pay Code
 CP - Company Purchased Production
 CT - Company Tax Partnership Interest
 GC - City Government Interest
 GI - Federal Government Interest
 GS - State Government Interest

STATUS CONTINUED

=====
 NP - Paid Direct
 PA - Pay
 SA - Unknown Address
 SD - Suspense - Waiting on Division Order
 SJ - Suspense - Delinquent JIB
 ST - Suspense - Title Requirement

YATES PETROLEUM CORPORATION

Division of Interest
 Federal Royalty Rate Reduction Program
 Effective: First Sales

Property: 019701
 Well: 001,002

PROPERTY Corral Draw "AQH" Federal Lease
 W½ Section 13, T24S-R29E, NMPM
 Containing 320.00 acres, more or less
 Eddy County, New Mexico

INITIAL QUALIFYING PERIOD: 6/1/97 thru 5/31/98

File No. 401-2915-B
 sg

AVERAGE BBL OF OIL PER DAY IS:

OWNER NUMBER	OWNER NAME	INTER CO. #	GROSS WI	BASIC INTEREST	0 BBL	1 BBL	2 BBL	3 BBL	4 BBL	5 BBL	6 BBL	7 BBL	8 BBL	9 BBL	10 BBL	11 BBL	12 BBL
611540	MINERALS MANAGEMENT SERVICE		0.0400000	0.1250000	0.0050000	0.0130000	0.0210000	0.0290000	0.0370000	0.0450000	0.0530000	0.0610000	0.0690000	0.0770000	0.0850000	0.0930000	0.1010000
999900	YATES PETROLEUM CORPORATION		0.3200000	0.0350000	0.0398000	0.0394800	0.0391600	0.0388400	0.0385200	0.0382000	0.0378800	0.0375600	0.0372400	0.0369200	0.0366000	0.0362800	0.0359600
994100	YATES DRILLING COMPANY		0.3200000	0.2800000	0.3184000	0.3158400	0.3132800	0.3107200	0.3081600	0.3056000	0.3030400	0.3004800	0.2979200	0.2953600	0.2928000	0.2902400	0.2876800
005000	ABO PETROLEUM CORPORATION		0.3200000	0.2800000	0.3184000	0.3158400	0.3132800	0.3107200	0.3081600	0.3056000	0.3030400	0.3004800	0.2979200	0.2953600	0.2928000	0.2902400	0.2876800
640010	MYCO INDUSTRIES, INC		0.3200000	0.2800000	0.3184000	0.3158400	0.3132800	0.3107200	0.3081600	0.3056000	0.3030400	0.3004800	0.2979200	0.2953600	0.2928000	0.2902400	0.2876800
			1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000

* Royalty on Gas Production is paid on Basic Interest.

NOTE: ROYALTY RATE WILL NEVER BE GREATER than initial qualifying rate for life of the Royalty Rate Reduction Program (OIL ONLY).

The Federal Royalty Rate Reduction Program is subject to termination upon six (6) months notice from BLM under the following conditions:

1. Oil price reaches \$28.00 per Bbl for six (6) consecutive months, or
2. Secretary of the Interior's evaluation of the Royalty Rate Reduction Program as of September 10, 1997.

PROPERTY: Jester "BFJ" Fed. #1
SE/4SW/4 Sec. 12, T24S-R29E, NMPM
Eddy County, New Mexico

File No. 401-3871-B

OWNER NUMBER	OWNER NAME	NET REVENUE INTEREST	TYPE	STATUS
611540	MINERALS MANAGEMENT SERVICE	0.12500000	RI	GI
999900	YATES PETROLEUM CORPORATION	0.03500000	WI	CO
994100	YATES DRILLING COMPANY	0.28000000	WI	PA
005000	ABO PETROLEUM CORPORATION	0.28000000	WI	PA
640010	MYCO INDUSTRIES, INC.	<u>0.28000000</u>	WI	PA
		<u>1.00000000</u>		

PROPERTY: Ohkay "BHH" St. #1
NW/4NW/4 Sec. 6, T25S-R30E, NMPM
Eddy County, New Mexico

File No. 402-7039-B

<u>OWNER NUMBER</u>	<u>OWNER NAME</u>	<u>NET REVENUE INTEREST</u>	<u>TYPE</u>	<u>STATUS</u>
192200	COMMISSIONER OF PUBLIC LANDS	0.1666667	RI	
999900	YATES PETROLEUM CORPORATION	0.0225000 0.3333333	ORI WI	
994100	YATES DRILLING COMPANY	0.1591667	WI	
005000	ABO PETROLEUM CORPORATION	0.1591666	WI	
640010	MYCO INDUSTRIES, INC.	<u>0.1591667</u> <u>1.0000000</u>	WI	

STATUS

=====

CO - Company Pay Code
 CP - Company Purchased Production
 CT - Company Tax Partnership Interest
 GC - City Government Interest
 GI - Federal Government Interest
 GS - State Government Interest

STATUS CONTINUED

=====

NP - Paid Direct
 PA - Pay
 SA - Unknown Address
 SD - Suspense - Waiting on Division Order
 SJ - Suspense - Delinquent JIB
 ST - Suspense - Title Requirement

YATES PETROLEUM CORPORATION
 Division of Interest
 Federal Royalty Rate Reduction Program
 Effective. First Sales

Property 019701
 Well: 001,002

PROPERTY Corral Draw "AQH" Federal Lease
 W½ Section 13, T24S-R29E, NMPM
 Containing 320.00 acres, more or less
 Eddy County, New Mexico

INITIAL QUALIFYING PERIOD 6/1/97 thru 5/31/98

File No 401-2915-B
 sg

AVERAGE BBL OF OIL PER DAY IS:

OWNER NUMBER	OWNER NAME	INTER CO #	GROSS WI	BASIC INTEREST	0 BBL	1 BBL	2 BBL	3 BBL	4 BBL	5 BBL	6 BBL	7 BBL	8 BBL	9 BBL	10 BBL	11 BBL	12 BBL	13 BBL	14 BBL	TYPE	STATUS
611540	MINERALS MANAGEMENT SERVICE			0.1250000	0.0050000	0.0130000	0.0210000	0.0290000	0.0370000	0.0450000	0.0530000	0.0610000	0.0690000	0.0770000	0.0850000	0.0930000	0.1010000	0.1090000	0.1170000	RI	GI
999900	YATES PETROLEUM CORPORATION		0.0400000	0.0350000	0.0398000	0.0394800	0.0391600	0.0388400	0.0385200	0.0382000	0.0378800	0.0375600	0.0372400	0.0369200	0.0366000	0.0362800	0.0359600	0.0356400	0.0353200	WI	CO
994100	YATES DRILLING COMPANY		0.3200000	0.2800000	0.3184000	0.3158400	0.3132800	0.3107200	0.3081600	0.3056000	0.3030400	0.3004800	0.2979200	0.2953600	0.2928000	0.2902400	0.2876800	0.2851200	0.2825600	WI	PA
005000	ABO PETROLEUM CORPORATION		0.3200000	0.2800000	0.3184000	0.3158400	0.3132800	0.3107200	0.3081600	0.3056000	0.3030400	0.3004800	0.2979200	0.2953600	0.2928000	0.2902400	0.2876800	0.2851200	0.2825600	WI	PA
640010	MYCO INDUSTRIES, INC		0.3200000	0.2800000	0.3184000	0.3158400	0.3132800	0.3107200	0.3081600	0.3056000	0.3030400	0.3004800	0.2979200	0.2953600	0.2928000	0.2902400	0.2876800	0.2851200	0.2825600	WI	PA
			1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000	1.0000000		

Royalty on Gas Production is paid on Basic Interest.

NOTE: ROYALTY RATE WILL NEVER BE GREATER than initial qualifying rate for life of the Royalty Rate Reduction Program (OIL ONLY)

The Federal Royalty Rate Reduction Program is subject to termination upon six (6) months notice from BLM under the following conditions.

- Oil price reaches \$28.00 per Bbl for six (6) consecutive months, or
- Secretary of the Interior's evaluation of the Royalty Rate Reduction Program as of September 10, 1997

STATUS **NEW** STATUS CONTINUED

=====

CO - Company Pay Code
 CP - Company Purchased Production
 CT - Company Tax Partnership Interest
 GC - City Government Interest
 GI - Federal Government Interest
 GS - State Government Interest
 GW - Wyoming State Government Interest

=====

NP - Paid Direct
 PA - Pay
 SA - Unknown Address
 SD - Suspense - Waiting on Division Order
 SJ - Suspense - Delinquent JIB
 ST - Suspense - Title Requirement

YATES PETROLEUM CORPORATION

Division of Interest Property: 033510
 Effective: First Sales Well: 001

PROPERTY: Jester "BFJ" Fed. #1
 SE/4SW/4 Sec. 12, T24S-R29E, NMPM
 Eddy County, New Mexico

File No. 401-3871-B

OWNER NUMBER	OWNER NAME	NET REVENUE INTEREST	TYPE	STATUS
611540	MINERALS MANAGEMENT SERVICE	0.12500000	RI	GI
999900	YATES PETROLEUM CORPORATION	0.03500000	WI	CO
994100	YATES DRILLING COMPANY	0.28000000	WI	PA
005000	ABO PETROLEUM CORPORATION	0.28000000	WI	PA
640010	MYCO INDUSTRIES, INC.	0.28000000	WI	PA
		<u>1.00000000</u>		

STATUS

NEW

STATUS CONTINUED

=====

CO - Company Pay Code
 CP - Company Purchased Production
 CT - Company Tax Partnership Interest
 GC - City Government Interest
 GI - Federal Government Interest
 GS - State Government Interest
 GW - Wyoming State Government Interest

=====

NP - Paid Direct
 PA - Pay
 SA - Unknown Address
 SD - Suspense - Waiting on Division Order
 SJ - Suspense - Delinquent JIB
 ST - Suspense - Title Requirement

YATES PETROLEUM CORPORATION

Division of Interest Property: 043533
 Effective: First Sales Well: 001

PROPERTY: Ohkay "BHH" St. #1
 NW/4NW/4 Sec. 6, T25S-R30E, NMPM
 Eddy County, New Mexico

File No. 402-7039-B

OWNER NUMBER	OWNER NAME	NET REVENUE INTEREST	TYPE	STATUS
192200	COMMISSIONER OF PUBLIC LANDS	0.1666667	RI	
999900	YATES PETROLEUM CORPORATION	0.0225000 0.3333333	ORI WI	
994100	YATES DRILLING COMPANY	0.1591667	WI	
005000	ABO PETROLEUM CORPORATION	0.1591666	WI	
640010	MYCO INDUSTRIES, INC.	0.1591667 <u>1.0000000</u>	WI	