YATES PETROLEUM CORPORATION

Red Rock "NB" Federal #4 660' FNL and 1980' FWL Section 28, T6S-R25E Chaves County, New Mexico

In conjunction with Form 3160-3, Application for Permit to Drill subject well, Yates Petroleum Corporation submits the following ten items of pertinent information in accordance with USGS requirements.

- 1. The geological surface formation is Sandy Alluvium.
- 2. The estimated tops of geologic markers are as follows:

San Andres	377'
Glorieta	1314'
Tubb	2852'
Abo	3501'
TD	4100'

3. The estimated depths at which anticipated water, oil or gas formations are expected to be encountered:

Water: Approximately 250' to 350' Oil or Gas: Abo - 3501'

- 4. Proposed Casing Program: See Form 3160-3.
- 5. Pressure Control Equipment: See Form 3160-3 and Exhibit B.
- 6. Mud Program: See Form 3160-3.
- 7. Auxiliary Equipment: Kelly Cock; pit level indicators and flow sensor equipment; sub with full-opening valve on floor, drill pipe connection.
- 8. Testing, Logging and Coring Program:

Samples: Surface casing to TD. DST's: As warranted Coring: None anticipated Logging: CNL/FDC from TD to casing with GR-CNL on to surface; DLL from TD to casing.

- 9. No abnormal pressures or temperatures are anticipated.
- 10. Anticipated starting date: As soon as possible after approval.

