## YATES PETROLEUM CORPORATION

DRILL STEM TESTS
Reeves ADQ State #1 - LG 6940
Unit A, 700 FNL & 700' FEL
Sec. 14-118S-R35E
Lea County, New Mexico

DST #1 5789-5900' DELAWARE (111'): TO 5"; SI 60"; TO 3"; SI 60". Opened tool with weak blow with rapid gain, 5 oz in 2 minutes; 10 oz in 4 minutes. Re-opened tool with weak blow with fair gain. Had 2 oz in 1 minute; 2-1/2# in 30 minutes; 4-1/4# in 60 minutes. No flare, will not burn. RECOVERY: 50' free oil, 2104' drilling fluid with trace oil. SAMPLER: 420 psi, 0.88 cfg, 400 cc oil, 1920 cc mud. PRESSURES:

|      | TOP     | BOTTOM   |
|------|---------|----------|
| IHP  | 2594    | 2630     |
| IFP  | 186-365 | 225-405  |
| ISIP | 2342    | 2385     |
| FFP  | 38-1014 | 423-1065 |
| FSIP | 2294    | 2328     |
| FHP  | 2594    | 2630     |

DST #2 8546-8620' CLEARFORK (74'): TO 15"; SI 60"; TO 60"; SI 183". Opened with no blow. Re-opened with no blow. RECOVERY: 180 cfg in drillpipe, 10' free oil (100%), 750' drilling fluid and formation water. SAMPLER: 1.42 cfg, 500 cc oil, 1240 cc water at 300 psi. PRESSURES:

|      | TOP     | BOTTOM  |
|------|---------|---------|
| IHP  | 3960    | 3875    |
| IFP  | 347-347 | 376-376 |
| ISIP | 1115    | 1130    |
| FFP  | 358-358 | 376-376 |
| FSIP | 1270    | 1288    |
| FHP  | 3860    | 3875    |

DST #3 8626-8860' MIDDLE CLEARFORK ZONE #2 (234'): TO 5': SI 75"; TO 60"; SI 60". Opened with strong blow, 8 oz in bubble hose. Increased to 6 psi in 4 minutes. Re-opened with strong blow, 8 oz in bubble hose. After 15 minutes opened on 1/4" choke with 27#, losing pressure (14# after 20 mins). Choke back to 1/8" with 8.5# after 25 mins, losing pressure. Put on bubble hose after 30 mins with 7.5#. Pressure decreased to 6.75# after 60 mins. No GTS. RECOVERY: 7380' formation (sulfur) water, slight gas cut at top. SAMPLER: trace of gas, 2420 cc water at 780#. PRESSURES:

|      | TOP       | BOTTOM    |
|------|-----------|-----------|
| IHP  | 3810      | 3894      |
| IFP  | 2047-2418 | 2156-2511 |
| ISIP | 3510      | 3604      |
| FFP  | 2728-3500 | 2838-3595 |
| FSIP | 3530      | 3632      |
| FHP  | 3810      | 3894      |