

INCLINATION REPORT

OPERATOR:

TXO Production  
415 W. Wall  
Midland, Texas 79701

LOCATION:

Shugart State Com. A-1  
Sec. 16, T18S, R31E  
Eddy Co., NM

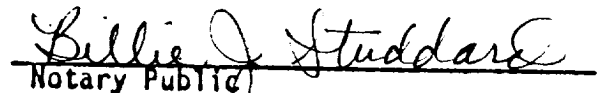
DEPTH FEET	INCLINATION DEGREES	DEPTH FEET	INCLINATION DEGREES	DEPTH FEET	INCLINATION DEGREES
380	1	7,265	2		
627	1 1/2	7,452	2		
1,127	1	7,700	2-1/4		
1,617	2	8,050	1-3/4		
2,100	1-1/2	8,545	1-1/2		
2,600	1-1/4	9,050	2-1/2		
3,106	1	9,215	2-1/2		
3,580	1-1/2	9,346	2		
3,993	1-3/4	9,625	1-3/4		
4,510	1-1/4	10,060	2		
4,615	1-1/2	10,515	1-1/2		
5,078	1-3/4	11,036	1-1/2		
5,560	1-3/4	11,162	1		
6,068	2-1/2	11,651	1-1/4		
6,448	1-3/4	11,900	2		
6,665	2-1/4				
6,815	2-1/4				
7,013	1-3/4				

COUNTY OF MIDLAND  
STATE OF TEXAS

The undersigned states that he has knowledge of the facts and matter herein set forth and that the same are true and correct.

  
Jack Hunnicutt - General Manager

SUBSCRIBED AND SWORN TO BEFORE ME THIS 29 day of May 1990

  
Notary Public

My commission expires: 1/30/93