INCLINATION REPORT

OPERATOR Marathon Oil Company **ADDRESS** P.O. Box 552, Midland, Texas 79702

LEASE S. Eunice (7RQ) Unit **WELL NO.** 440 **FIELD** South Eunice (7RQ) Unit

LOCATION 2630' FNL & 1550' FEL, Sec. 35, T-22S, R-36E, Lea County, New Mexico

Depth	Inclination (Degrees)	Displacement	Displacement Accumulated
420	1/2	3.65	3.65
940	1/2	4.52	8.17
1433	1	8.62	16.79
1928	1 1/4	10.79	27.58
2451	1 1/2	13.70	41.28
2973	2 1/4	20.51	61.79
3346	1 3/4	11.37	73.16
3509	1 1/2	4.27	77.43
3850	2	11.90	89.33

I hereby certify that the above data as set forth is true and correct to the best of my knowledge and belief.

Thomas F. Zapatka

Title: Production Engineer

Affidavit:

Before me, the undersigned authority, appeared Thomas F. Zapatka known to me to be the person whose name is subscribed herebelow, who, on making deposition, under oath states that he is acting for and in behalf of the operator of the well identified above, and that to the best of his knowledge and belief such well was not intentionally deviated from the true vertical whatsoever.

Deborah K. Reese

(Affiant's Signature)

Sworn and subscribed to in my presence on this the 3rd day of April 1986.

Deborah K Reese

Notary Public in and for the County of Lea, State of New Mexico

My Commission Expires 2-28-89