

INCLINATION REPORT

2310 Continental Dr., Fort Worth, Texas 76107
 OPERATOR Armer Oil Co., Inc. ADDRESS Fort Worth, Texas 76107
 LEASE Union Texas State WELL NO. 1 FIELD
 LOCATION SW/SE Section 20, T-18S, R-34E, Lea County, New Mexico

Depth	Angle (Inclination 'degrees)	Displacement	Displacement Accumulated
494	1/4	0.1730	0.1730
894	3/4	0.5500	0.7230
1294	3/4	0.5071	1.2301
1589	3/4	.4354	1.6655
1962	3/4	0.9343	2.6000
2476	3/4	0.4711	3.0711
2911	1	0.1200	3.1911
3170	1	4.0250	7.2161
3457	1 1/4	0.2566	7.4727
3616	1 1/4	4.3300	11.8027
3921	1	0.7770	12.5797
4157	1	4.1300	16.7097
4452	1	0.2075	16.9172
4897	1	7.6825	24.6000

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

Cactus Drilling Company

By: [Signature]
 Title: Drilling Superintendent

Affidavit:

Before me, the undersigned authority, appeared Ken Bear 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 on 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.

[Signature]
 (Affiant's Signature)

Sworn and subscribed to in my presence on this the 19th day of

February 19 75.

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

MY COMMISSION EXPIRES 3-1-76

Seal