

INCLINATION REPORT

OPERATOR Zia Energy, Inc. ADDRESS P. O. Box 603, Hobbs, NM 88240
LEASE NAME Falk State WELL NO. 1 FIELD Eumont
LOCATION ' FNL & ' FWL, Sec. 34, T20S, R36E

DEPTH	ANGLE INCLINATION DEGREES	DISPLACEMENT	DISPLACEMENT ACCUMULATED
381'	1/2°		
828'	3/4°		
1330'	1°		
1883'	1 1/4°		
2360'	1 3/4°		
2851'	3 1/4°		
3122'	3 1/4°		
3615'	3°		
4009'	2 1/4°		
4394'	2 1/4°		

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

Zia Energy, Inc.
M. F. Nelson
TITLE President

AFFIDAVIT:

Before me, the undersigned authority, appeared M. F. Nelson
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.

M. F. Nelson
AFFIANT'S SIGNATURE

Sworn and subscribed to in my presence on this the 8 day of June, 1981

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

SEAL

May Commission Expires 3-24-85

RECEIVED
JUN 9 1981
OIL CONSERVATION DIV.

RECEIVED
JUN 5 1981
OIL CONSERVATION DIV.