

**McVAY DRILLING COMPANY**

P.O. Box 2450  
Hobbs, New Mexico 88241  
(575) 397-3311  
FAX: 39-DRILL

30-025-40668

Well Name and Num: Lowe 25 SWD #2  
Location: Sec. 25, T13S, R37E  
Operator: Paladin  
Drilling Contractor: McVay Drilling Company

The undersigned certifies that he is an authorized representative of the drilling contractor who drilled the above described well and that he has conducted deviation tests and obtained the following results:

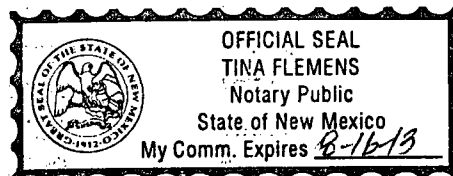
<u>Degrees @</u>	<u>Depth</u>	<u>Degrees @</u>	<u>Depth</u>	<u>Degrees @</u>	<u>Depth</u>	<u>Degrees @</u>	<u>Depth</u>
37.00	209	1.30	7923				
1.00	390	1.70	8455				
0.25	1888	1.40	8716				
0.41	2394	1.40	9092				
0.14	2887	1.30	9219				
1.04	3359	1.00	9346				
1.23	3866	1.10	9471				
0.69	4419	1.10	9596				
0.50	4525	1.30	9717				
0.90	5003	1.30	9842				
1.20	5257	1.50	9967				
0.90	5645	1.60	10093				
0.70	6015	1.90	10219				
1.00	6427	1.90	10343				
1.10	6807	2.10	10455				
1.50	7060						
1.20	7538						

HOBBS OCD  
JAN 28 2013  
RECEIVED

By: Hunter Crank

Subscribed and sworn to before me this 16th day of October, 2012

Tina FLEMENS  
Notary Public, Lea County, New Mexico



FEB 20 2013