

INCLINATION REPORT

OPERATOR: MERIDIAN OIL INC.
LEASE NAME: STATE 16
LOCATION: Lea County, New Mexico

ADDRESS: 21 DESTA DRIVE
MIDLAND, TX 79705
WELL#: #8 FIELD: _____

Measured Depth	Course Length	Angle of Inc.	Displacement Per 100 ft.	Course Displacement	Accumulative Displacement
430	430	0.25	0.44	1.8920	1.8920
947	517	0.75	1.31	6.7727	8.6647
1439	492	0.75	1.31	6.4452	15.1099
1916	477	1.00	1.75	8.3475	23.4574
2387	471	1.00	1.75	8.2425	31.6999
2863	476	2.00	3.49	16.6124	48.3123
3108	245	2.25	3.93	9.6285	57.9408
3411	303	1.00	1.75	5.3025	63.2433
3903	492	0.50	0.87	4.2804	67.5237
4405	502	1.00	1.75	8.7850	76.3087
4900	495	1.50	2.62	12.9690	89.2777
5170	270	0.75	1.31	3.5370	92.8147
5500	330	1.00	1.75	5.7750	98.5897

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

Cathy Pearce
TITLE: DRILLING SECRETARY

AFFIDAVIT:

Before me, the undersigned authority, appeared Cathy Pearce known to me to be the person whose name is subscribed hereabove, who, on making deposition, under oath states that she is acting for and in behalf of the Operator of the well identified above, and that to the best of her knowledge and belief such well was not intentionally deviated from the true vertical whatsoever.

Rebecca Edwards
AFFIANT'S SIGNATURE

Sworn and subscribed to in my presence on this 14 day of March, 1991.

Sharon L. Robinson
Notary Public in and for the
County of Midland, State of Texas.

