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AUG -9 2010

NMOCD ARTESIA

CAVALOZ DRILLING INC.

P.O. BOX 1500 (575) 3910699 FAX (575) 391- 3824 HOBBS, NEW MEXICO 88241

INCLINATION REPORT

DATE:	5/12/2010

WELL NAME AND NUMBER
LOCATION
DPERATOR:
CHI ENERGY
DRILLING CONTRACTOR:
CAVALOZ DRILLING INC.

THE UNDERSIGNED HEREBY CERTIFIES THAT HE IS AN AUTHORIZED REPRESENTATIVE OF THE DRILLING CONTRACTOR WHO DRILLED THE ABOVE DESCRIBED WELL AND THAT HE HAS CONDUCTED DEVIATION TEST AND OBTAINED THE FOLLOWING RESULTS:

DEGREE	DEPTH	DEGREE	DEPTH	DEGREE	DEPTH	DEGREE	DEPTH
1.75	208	1.22	1262	0.49	4145		
2.25	300	0.85	1426	0.88	4649		
3.5	454	0.82	1550	0.88	5091		
2.79	449	1.29	1769				
3.41	507	1.28	2022				
3.23	539	0.67	2260				
3.62	569	0.66	2474	en differential in enterior de la constitución de l			***************************************
2.1	820	0.65	2854	-			
1.91	921	0.68	3230				
1.45	1108	0.46	3673				·

DRILLING CONTRACTOR: CAVALOZ DRILLING

BOB WEGNER
DRILLING SUPERINTENDENT

SUBSCRIBED AND SWORN TO BEFORE ME ON THE $_\mathcal{Y}$

DAY OF

, 2010

MY COMMISSION EXPIRES:

orlalo

OFFICIAL SEAL
JESSICA BUENO
NOTARY PUBLIC - STATE OF NEW MEXICO
My commission expires: