INCLINATION REPORT

OPERATOR Lario Oil & Gas ADDRESS P. O. Box 155 Midland, Texas 79701

LEASE Superior Federal WELL NO. 1 FIELD Eddy County

LOCATION 1650 NWL Section 20 - T20S - R27E

Depth	Angle (Inclination 'degrees)	Displacement	Displacement Accumulated
419	1½	10.98	10.98
600	½	1.57	12.55
913	¼	1.38	13.93
1490	1	10.01	23.94
1690	3/4	2.62	26.56
2242	1-3/4	16.84	43.40
2750	1	8.89	52.29
3384	1¼	13.82	66.11
3768	1½	10.06	76,17
4460	¼	30.04	106.21
4672	¼	9.33	115.54
5616	2-3/4	45.31	160.85
5900	2-3/4	13.63	174/48
6065	3¼	3.35	177.83
6295	3	9.48	187.31
6324	3-3/4	1.90	189.21
6453	3-3/4	8.45	197.66
6955	3½	30.62	228.28
7110	3½	9.45	237.73
7754	3	33.68	271.41
8130	3	19.66	291.07
8524	2-3/4	18.91	309.98
9228	2½	30.69	340.67
9424	1	3.43	344.10
10360	3/4	11.32	355.42
10632	½	2.36	357.78
10700	½	0.59	358.37

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

CACTUS DRILLING CORPORATION

By: Walter E. Crockett

Title: Vice President

Affidavit:

Before me, the undersigned authority, appeared D. A. Chase 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.

D. A. Chase
(Affiant's Signature)

Sworn and subscribed to in my presence on this the 4 day of January 1973

Ann M. Breeding
Notary Public in and for the County of Midland, State of Texas

Seal