

OPERATOR: Cactus Drilling Company ADDRESS: Drawer 2068, Hobbs, N Mex  
 LEASE: Thompson State WELL NO.: 1 FIELD: Wilcox  
 LOCATION: NE/4 NE/4 Sec. 16, Township 10S, Range 37East, Lea Co., N.M.

INCLINATION REPORT

Depth	Angle of Inclination (degrees)	Displacement	Accumulated Displacement	S.C.C.
327	0.25	1.4388	1.4388	
800	0.50	4.1151	5.5539	
1300	0.50	4.3500	9.9039	
1804	0.75	6.6024	16.5063	
2116	0.75	4.0872	20.5935	
2987	0.75	11.4101	32.0036	
3799	0.25	3.5728	35.5764	
4367	0.50	4.9416	40.5180	
4694	0.25	1.4388	41.9568	
5040	0.25	1.5224	43.4792	

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

B & L DRILLING COMPANY  
 (formerly Cactus Drilling Co.  
 (Drilling Company)

By: Lea W. Baker

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Operators Affidavit:

Before me, the undersigned authority, appeared Lea W. Baker, known to me to be the person whose name is subscribed hereunto, 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.

Lea W. Baker  
 (affiant's signature)

Sworn and subscribed to in my presence on this the 7 day of December  
 1966.

Ryane L Brown  
 Notary Public in and for County of  
Lea, State of New Mexico