

Western Drilling, Inc.
415 W. Wall Street, Suite 1750, Midland, TX 79701
Ph. (432) 683-1700 Fax (432) 683-1703

INCLINATION REPORT

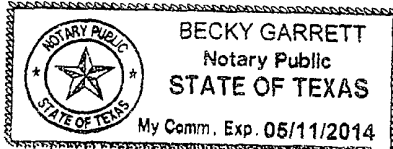
DATE: 06/17/2011

WELL NAME AND NUMBER: East Turkey Track Fed Com #5H
API NUMBER: 30-015-38415
COUNTY: Eddy
STATE: New Mexico
LOCATION: Section 26-T18S-R29E
OPERATOR: MYCO Industries, Inc.
DRILLING CONTRACTOR: Western Drilling, Inc.

The undersigned hereby certifies that they are 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:

DEV.:	DIR.:	DEPTH:	DEV.:	DIR.:	DEPTH:
0.25		257'	92.13	264.33	8,431'
0.50		737'	91.08	273.38	8,873'
1.00		1,242'	91.64	273.87	9,408'
1.25		1,652'	91.22	275.28	9,942'
0.75		2,183'	92.13	275.40	10,445'
2.25		2,648'	93.40	275.97	10,678'
1.25		2,873'	90.03	274.18	11,149'
1.50		3,177'	89.69	273.71	11,625'
1.00		3,614'	90.45	273.42	12,004'
0.25		4,086'	91.85	273.90	12,197'
1.00		4,558'	92.27	273.66	12,229'
0.75		5,060'	91.93	273.37	12,480'
1.00		5,531'	91.09	272.93	12,649'
1.44	281.10	6,295'			
2.65	234.20	6,860'			
3.27	192.53	7,331'			
7.86	261.22	7,670'			
17.38	254.37	7,765'			
33.00	249.36	7,896'			
74.45	257.33	8,215'			

Drilling Contractor:



Western Drilling, Inc.

By:

Marty K. Green
Contract Administrator

Subscribed and sworn to before me on this 17th day of June, 2011.

By:

Becky Garrett

MYCO

Santo Nino
Eddy County, NM
East Turkey Track Federal Com #5H
VH - Job #32K0511418

Survey: Actual

SDI Standard Survey Report

12 May, 2011

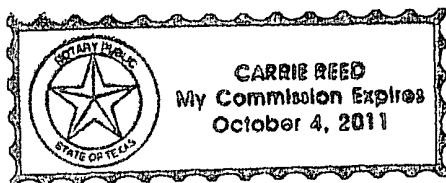
This survey is correct to the best of my knowledge and is supported by actual field data.

Bill North

Notarized this date 13th of June, 2011.

Carrie Reed

Notary Signature
County of Midland
State of Texas



Scientific Drilling International, Inc.

SDI Standard Survey Report



Company: MYCO
Project: Santo Nino
Site: Eddy County, NM
Well: East Turkey Track Federal Com #5H
Wellbore: VH - Job #32K0511418
Design: VH - Job #32K0511418

Local Co-ordinate Reference: Well East Turkey Track Federal Com #5H
TVD Reference: WELL @ 0 0usft (Original Well Elev)
MD Reference: WELL @ 0 0usft (Original Well Elev)
North Reference: Grid
Survey Calculation Method: Minimum Curvature
Database: EDM-Regulatory

Project	Santo Nino		
Map System:	US State Plane 1927 (Exact solution)	System Datum:	Mean Sea Level
Geo Datum:	NAD 1927 (NADCON CONUS)		
Map Zone:	New Mexico East 3001		

Site	Eddy County, NM		
Site Position:	Lat/Long	Northing:	624,568 16 usft
From:		Easting:	591,330 94 usft
Position Uncertainty:	0 0 usft	Slot Radius:	13-3/16"
		Latitude:	32° 43' 0 059 N
		Longitude:	104° 2' 10 968 W
		Grid Convergence:	0 16 °

Well	East Turkey Track Federal Com #5H, Directional (Weatherford)		
Well Position	+N/-S	0 0 usft	Northing:
	+E/-W	0 0 usft	Easting:
Position Uncertainty	0 0 usft	Wellhead Elevation:	usft
		Latitude:	32° 42' 44 996 N
		Longitude:	104° 2' 12 437 W
		Ground Level:	0 0 usft

Wellbore	VH - Job #32K0511418		
Magnetics	Model Name	Sample Date	Declination
	IGRF2010	5/8/2011	(°)
			7 85
			Dip Angle
			(°)
			60 56
			Field Strength
			(nT)
			48,895

Design	VH - Job #32K0511418		
Audit Notes:			
Version:	1 0	Phase:	ACTUAL
Vertical Section:	Depth From (TVD)	+N/-S	+E/-W
	(usft)	(usft)	(usft)
	0 0	0 0	0 0
			Direction
			(°)
			271 62

Survey Program	Date 5/12/2011		
From	To	Survey (Wellbore)	Tool Name
(usft)	(usft)		
100 0	5,960 0	Actual (VH - Job #32K0511418)	Keeper
			Description
			Keeper Gyro

Survey							
Measured Depth	Inclination	Azimuth	True Vertical	North/South	East/West	Closure Azimuth	Closure Distance
(usft)	(°)	(°)	Depth	(usft)	(usft)	(°)	(usft)
0 0	0 00	0 00	0 0	0 0	0 0	0 00	0 0
100 0	0 52	234 31	100 0	-0 3	-0 4	234 31	0 5
200 0	0 57	255 95	200 0	-0 7	-1 2	241 94	1 4
300 0	0 55	229 90	300 0	-1 1	-2 1	242 44	2 3
400 0	0 19	222 68	400 0	-1 5	-2 5	239 34	3 0
500 0	0 19	233 72	500 0	-1 7	-2 8	238 23	3 3
600 0	0 20	135 77	600 0	-2 0	-2 8	235 15	3 4
700 0	0 48	75 34	700 0	-2 0	-2 3	229 12	3 0
800 0	0 44	79 15	800 0	-1 8	-1 5	219 83	2 3
900 0	1 09	82 39	900 0	-1 6	-0 2	186 35	1 6
1,000 0	1 32	75 87	1,000 0	-1 2	1 9	122 30	2 2
1,100 0	1 27	86 23	1,099 9	-0 8	4 1	101 51	4 2

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SDI Standard Survey Report



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 Wellbore: VH - Job #32K0511418
 Design: VH - Job #32K0511418

Local Co-ordinate Reference: Well East Turkey Track Federal Com #5H
 TVD Reference: WELL @ 0 0usft (Original Well Elev)
 MD Reference: WELL @ 0 0usft (Original Well Elev)
 North Reference: Grid
 Survey Calculation Method: Minimum Curvature
 Database: EDM-Regulatory

Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	True Vertical Depth	North/South (usft)	East/West (usft)	Closure Azimuth (°)	Closure Distance (usft)
1,200 0	1 22	79 49	1,199 9	-0 6	6 3	95 19	6 3
1,300 0	1 03	84 09	1,299 9	-0 3	8 2	91 97	8 2
1,400 0	1 26	81 70	1,399 9	0 0	10 2	90 17	10 2
1,500 0	1 08	74 60	1,499 8	0 4	12 2	88 22	12 2
1,600 0	1 10	83 43	1,599 8	0 7	14 0	86 99	14 1
1,700 0	0 98	96 11	1,699 8	0 8	15 8	87 26	15 9
1,800 0	1 02	89 82	1,799 8	0 7	17 6	87 82	17 6
1,900 0	0 97	88 76	1,899 8	0 7	19 3	87 95	19 3
2,000 0	0 96	86 56	1,999 8	0 8	21 0	87 93	21 0
2,100 0	1 15	82 58	2,099 7	0 9	22 8	87 65	22 9
2,200 0	0 91	85 25	2,199 7	1 1	24 6	87 36	24 6
2,300 0	0 94	86 59	2,299 7	1 2	26 2	87 27	26 3
2,400 0	1 11	91 73	2,399 7	1 3	28 0	87 41	28 0
2,500 0	1 03	90 85	2,499 7	1 2	29 9	87 65	29 9
2,600 0	1 09	99 01	2,599 7	1 1	31 7	88 08	31 7
2,700 0	0 96	93 25	2,699 6	0 9	33 5	88 52	33 5
2,800 0	1 16	91 54	2,799 6	0 8	35 3	88 72	35 4
2,900 0	1 14	96 25	2,899 6	0 7	37 3	88 99	37 4
3,000 0	1 14	90 90	2,999 6	0 5	39 3	89 22	39 3
3,100 0	0 92	96 38	3,099 6	0 4	41 1	89 40	41 1
3,200 0	0 91	90 26	3,199 6	0 3	42 7	89 55	42 7
3,300 0	1 06	98 46	3,299 5	0 2	44 4	89 75	44 4
3,400 0	0 90	78 64	3,399 5	0 2	46 1	89 73	46 1
3,500 0	1 04	86 62	3,499 5	0 4	47 8	89 49	47 8
3,600 0	1 00	79 17	3,599 5	0 6	49 5	89 26	49 6
3,700 0	0 70	91 16	3,699 5	0 8	51 0	89 11	51 0
3,800 0	0 87	83 80	3,799 5	0 9	52 4	89 06	52 4
3,900 0	0 53	93 06	3,899 5	0 9	53 6	89 02	53 6
4,000 0	0 26	96 75	3,999 5	0 9	54 3	89 09	54 3
4,100 0	0 07	40 12	4,099 5	0 9	54 5	89 07	54 6
4,200 0	0 27	290 35	4,199 5	1 0	54 4	88 93	54 4
4,300 0	0 64	309 21	4,299 5	1 5	53 7	88 45	53 7
4,400 0	0 86	325 52	4,399 5	2 4	52 9	87 38	52 9
4,500 0	1 01	327 36	4,499 4	3 8	52 0	85 84	52 1
4,600 0	1 14	334 27	4,599 4	5 4	51 0	83 94	51 3
4,700 0	1 16	336 75	4,699 4	7 2	50 2	81 79	50 7
4,800 0	1 01	341 13	4,799 4	9 0	49 5	79 69	50 3
4,900 0	0 74	344 80	4,899 4	10 5	49 1	77 96	50 2
5,000 0	0 59	329 59	4,999 4	11 5	48 6	76 66	50 0
5,100 0	0 68	343 19	5,099 4	12 5	48 2	75 41	49 8
5,200 0	0 79	2 57	5,199 4	13 8	48 1	73 98	50 0
5,300 0	0 84	5 79	5,299 3	15 2	48 2	72 47	50 5
5,400 0	0 89	353 34	5,399 3	16 7	48 2	70 85	51 0
5,500 0	0 92	340 69	5,499 3	18 3	47 8	69 10	51 2

Scientific Drilling International, Inc.
SDI Standard Survey Report



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Project: Santo Nino
Site: Eddy County, NM
Well: East Turkey Track Federal Com #5H
Wellbore: VH - Job #32K0511418
Design: VH - Job #32K0511418

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North Reference: Grid
Survey Calculation Method: Minimum Curvature
Database: EDM-Regulatory

Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	True Vertical Depth	North/South (usft)	East/West (usft)	Closure Azimuth (°)	Closure Distance (usft)
5,600.0	1.30	314.06	5,599.3	19.8	46.7	67.04	50.7
5,700.0	1.22	310.22	5,699.3	21.3	45.1	64.75	49.9
5,800.0	1.10	326.72	5,799.3	22.8	43.8	62.52	49.3
5,900.0	1.32	348.90	5,899.2	24.7	43.0	60.14	49.6
5,960.0	1.44	335.69	5,959.2	26.1	42.6	58.52	49.9



Scientific Drilling
Directional Drilling Operations

Project: Santo Nino
Eddy County, NM
Well: East Turkey Track Federal Com #5H
Wellbore: VH - Job #32K0511418
Design: VH - Job #32K0511418



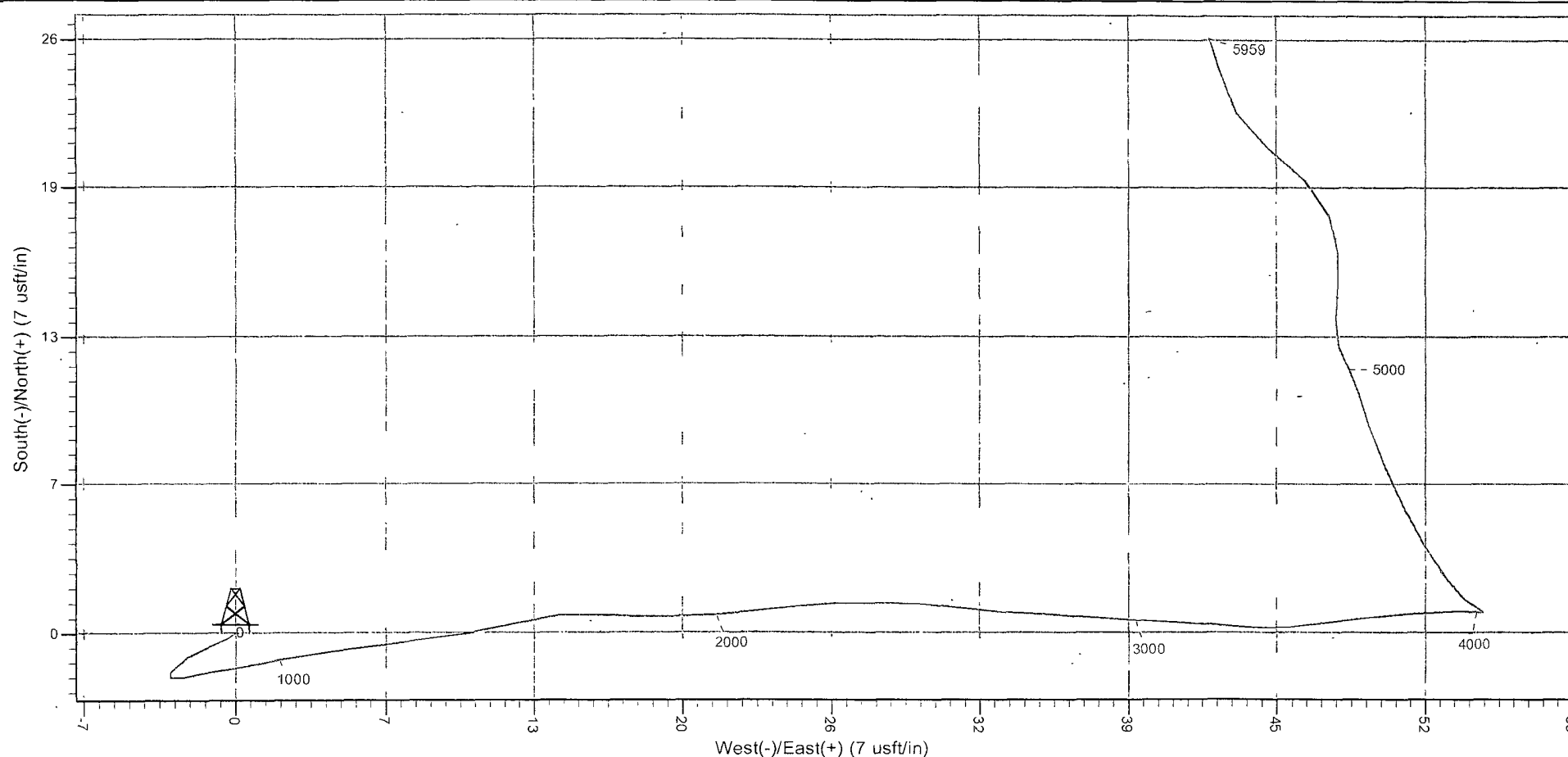
Azimuths to Grid North
True North -0 16°
Magnetic North 7 69°

Magnetic Field
Strength 48895 2snT
Dip Angle 60 56°
Date 5/8/2011
Model IGRF2010

WELL DETAILS East Turkey Track Federal Com #5H
WELL @ 0.0usft (Original Well Elev)

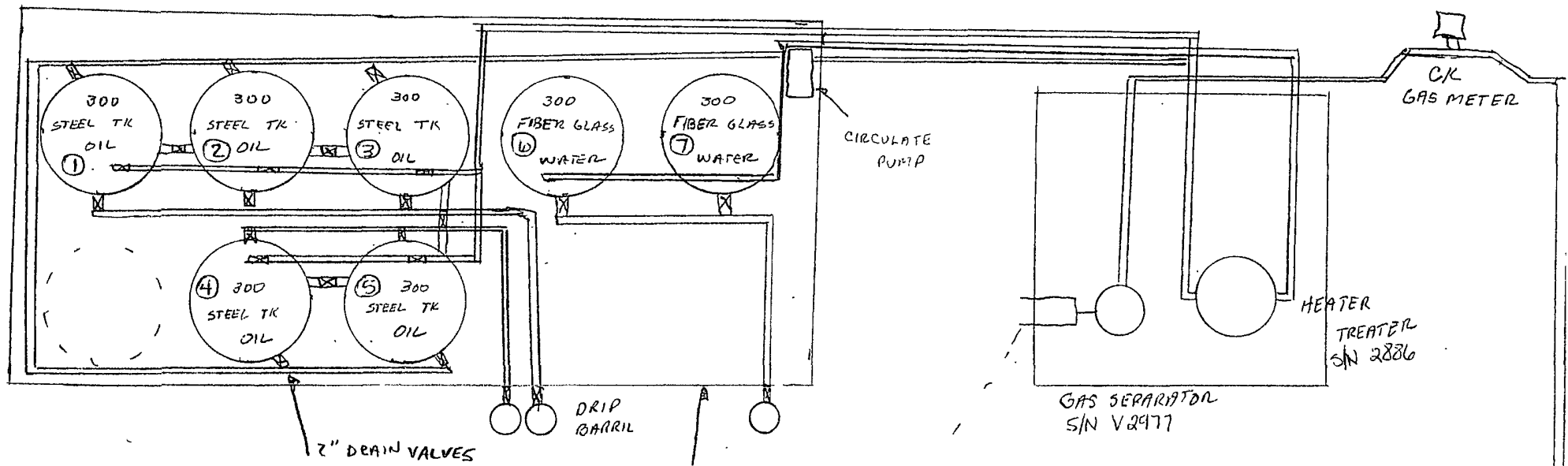
Ground Level 0 0

+N/-S	+E/-W	Northing	Easting	Latitude	Longitude	Slot
0.0	0.0	623045 67	591209 71	32° 42' 44 996 N	104° 2' 12 437 W	



PROJECT DETAILS. Santo Nino
Geodetic System. US State Plane 1927 (Exact solution)
Datum: NAD 1927 (NADCON CONUS)
Ellipsoid: Clarke 1866
Zone. New Mexico East 3001
System Datum: Mean Sea Level

SITE DETAILS Eddy County, NM
Site Centre Latitude: 32° 43' 0.059 N
Longitude: 104° 2' 10.968 W
Positional Uncertainty: 0 0
Convergence: 0.16
Local North: Grid



3" BALL VALVES - ISOLATED & SEALED DURING SALES

FILL LINES

EQUALIZE

SALES

SECONDARY CONTAINMENT

① - S/N 4074
Tank # 284

⑥ - S/N 3282-06

② - S/N 4381
Tank # 285

⑦ - S/N 3321-05

③ - S/N 3622
Tank # 286

④ - S/N 4073
Tank # 287

⑤ - S/N 4430
Tank # 288

PUMP UNIT

WELL

FLOW LINE

MYCO INDUSTRIES, INC.

EAST TURKEY TRACK FED.COM. 5-6H

COMMON TANK BATTERY

T185 - R29E - SEC 26

EDDY COUNTY, NM

API: 30-015-38415 #5H

API: 30-015-38416 #6H

GAS SALES

DCP