



Permian Drilling Corporation

P. O. Box 726

(505)397-3798

Fax (505)393-2448

Hobbs, New Mexico 88241

INCLINATION REPORT

DATE: 7/27/2006

WELL NAME AND NUMBER: BKU #394
LOCATION: Eddy Co., NM
OPERATOR: MARBOB ENERGY CORP.
DRILLING CONTRACTOR: PERMIAN DRILLING CORPORATION

OCT 16 2006

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 tests and obtained the following results:

DEGREE	DEPTH	DEGREE	DEPTH	DEGREE	DEPTH
0.50	331	1.00	3130		
1.00	560	1.00	3381		
1.75	823	1.00	3603		
2.00	913	2.00	4670		
1.00	1200				
1.75	1453				
1.75	1703				
2.00	1959				
0.75	2240				
1.00	2490				
1.25	2661				
1.25	2911				

Drilling Contractor:
Permian Drilling Incorporation

By: Sherry Coskrey
Sherry Coskrey
Regulatory Clerk

Subscribed and sworn to before me on this 10th day of October, 2006.

My Commission Expires: January 2007

Gregory Black