

# TEACO DRILLING INC.

P.O. BOX 1500 (505) 3910699 FAX (505) 391- 3824 HOBBS, NEW MEXICO 88241

## INCLINATION REPORT

DATE: 11/26/07

WELL NAME AND NUMBER PINNACLE # 16  
LOCATION EDDY COUNTY  
OPERATOR: RKI EXPLORATION AND PRODUCTION  
DRILLING CONTRACTOR: TEACO 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
0.75	238	1.75	4486		
1	817	0.5	4740		
1	939	1	5228		
1	1427	0.5	5705		
1.75	1927	0.75	6183		
0.75	2183	1	6716		
1	2560	1	6943		
0.75	3031				
0.75	3536				
0.75	3981				

DRILLING CONTRACTOR:  
TEACO DRILLING INCORPORATED



OFFICIAL SEAL  
JESSICA BUENO  
NOTARY PUBLIC - STATE OF NEW MEXICO  
My commission expires: 3/10/11

BY: Bob Wegner  
BOB WEGNER  
DRILLING SUPERINTENDENT

SUBSCRIBED AND SWORN TO BEFORE ME ON THE 13<sup>th</sup> DAY OF November, 2008

MY COMMISSION EXPIRES:

3/10/11

[Signature]

Received  
1-28-2011