

KEY ENERGY DRILLING, INC.
 P.O. Box 1295
 Midland, Texas 79702
 Phone 915-570-0494
 Fax 915-570-0465

Friday, April 28, 2000

To Whom It May Concern:

RE: STATE OF NEW MEXICO
 OIL AND GAS DIVISION
 INCLINATION REPORT



Lease Name: SPURCK "15" STATE COM
 Well Number: #1
 County/State: EDDY NM
 Operator: YATES DRILLING COMPANY
 Address: 105 SOUTH 4TH STREET
 Location: ARTESIA, NM 88210

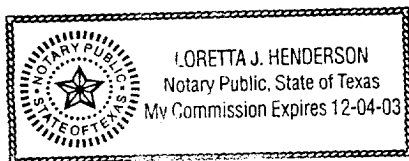
I, **BRYAN LAMBETH**, Drilling Manager for Key Energy Drilling, Inc., PO Box 1295, Midland, TX 79702, declare that I am authorized to make this certification, that I have personal knowledge of the inclination data and facts placed on this form and that such data and facts are true, correct, and complete to the best of my knowledge.

Sworn to and Subscribed Before Me by the said

BRYAN LAMBETH
 Drilling Manager

This the 28th day of April, 2000

Signature of Notary Public
 In and for the State of Texas



LORETTA J. HENDERSON
 Print Name of Notary Public

**STATE OF NEW MEXICO
OIL AND GAS DIVISION**

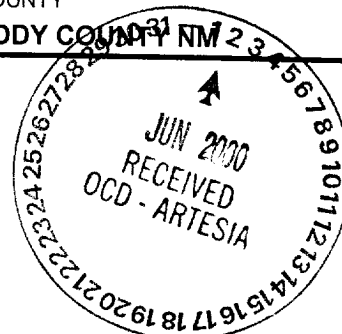
INCLINATION REPORT

FIELD NAME	LEASE NAME	WELL NUMBER
	SPURCK "15" STATE COM	#1

OPERATOR	COUNTY
YATES DRILLING COMPANY	EDDY COUNTY NM 234567891011121314151617181920212223242526272829

ADDRESS
105 SOUTH 4TH STREET, ARTESIA NM 88210

LOCATION



RECORD OF INCLINATION

MEASURED DEPTH FEET	COURSE LENGTH HUNDREDS OF FEET	ANGLE OF INCLINATION DEGREE	DISPLACEMENT PER HUNDRED FEET	COURSE DISPLACEMENT FEET	ACCUMULATIVE DISPLACEMENT
400	4.00	0.75	1.31	5.24	5.24
900	5.00	0.25	0.44	2.18	7.42
1378	4.78	0.50	0.87	4.17	11.59
1760	3.82	0.75	1.31	5.00	16.59
2005	2.45	1.25	2.18	5.34	21.93
2238	2.33	1.00	1.75	4.07	26.00
2706	4.68	1.00	1.75	8.17	34.17
3205	4.99	0.50	0.87	4.35	38.52
3705	5.00	0.75	1.31	6.54	45.07
4205	5.00	0.25	0.44	2.18	47.25
4705	5.00	0.75	1.31	6.54	53.79
4970	2.65	1.00	1.75	4.62	58.42
5460	4.90	2.00	3.49	17.10	75.52
5680	2.20	1.00	1.75	3.84	79.36
6180	5.00	1.75	3.05	15.27	94.63
6369	1.89	2.00	3.49	6.60	101.22
6495	1.26	1.25	2.18	2.75	103.97
6964	4.69	0.75	1.31	6.14	110.11
7464	5.00	1.00	1.75	8.73	118.84
7601	1.37	1.00	1.75	2.39	121.23
8076	4.75	1.25	2.18	10.36	131.59
8548	4.72	0.75	1.31	6.18	137.77
9044	4.96	1.00	1.75	8.66	146.43
9538	4.94	1.00	1.75	8.62	155.05
9811	2.73	0.75	1.31	3.57	158.62
10230	4.19	0.75	1.31	5.48	164.11
	-102.30		0.00	0.00	164.11
	0.00		0.00	0.00	164.11
	0.00		0.00	0.00	164.11
	0.00		0.00	0.00	164.11
	0.00		0.00	0.00	164.11
	0.00		0.00	0.00	164.11
	0.00		0.00	0.00	164.11

THIS INFORMATION IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE.

SIGNATURE OF AUTHORIZED REPRESENTATIVE	NAME OF COMPANY
<i>B.K. Lambeth</i>	KEY ENERGY DRILLING, INC.
NAME OF PERSON AND TITLE	TELEPHONE NUMBER
BRYAN LAMBETH - DRILLING MANAGER	(915) 570-0494