

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

INCLINATION REPORT

FIELD NAME LOCO HILLS PADDOCK	LEASE NAME GISSLER	WELL NUMBER A #16
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OPERATOR BURNETT OIL COMPANY, INC.	COUNTY EDDY
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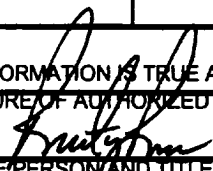
ADDRESS 801 CHERRY STREET, SUITE 1500 FORT WORTH, TX 76102

LOCATION UNIT A 660' FNL, 680' FEL SEC 23, T17S, R30E
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RECORD OF INCLINATION

MEASURED DEPTH FEET	COURSE LENGTH HUNDREDS OF FEET	ANGLE OF INCLINATION DEGREE	DISPLACEMENT PER HUNDRED FEET	COURSE DISPLACEMENT FEET	ACCUMULATIVE DISPLACEMENT
495	4.95	1.00	1.75	8.64	8.64
800	3.05	1.25	2.18	6.65	15.29
980	1.80	1.00	1.75	3.14	18.43
1280	3.00	1.50	2.62	7.85	26.29
1477	1.97	1.25	2.18	4.30	30.58
1787	3.10	1.50	2.62	8.11	38.70
2006	2.19	1.25	2.18	4.78	43.48
2288	2.82	1.00	1.75	4.92	48.40
2691	4.03	1.50	2.62	10.55	58.95
2910	2.19	1.25	2.18	4.78	63.73
3161	2.51	1.50	2.62	6.57	70.30
3345	1.84	0.75	1.31	2.41	72.70
3719	3.74	0.50	0.87	3.26	75.97
4098	3.79	0.75	1.31	4.96	80.93
4501	4.03	1.00	1.75	7.03	87.96
4870	3.69	1.75	3.05	11.27	99.23
5026	1.56	1.75	3.05	4.76	103.99
5500	4.74	2.50	4.36	20.68	124.67

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

SIGNATURE OF AUTHORIZED REPRESENTATIVE 	NAME OF COMPANY KEY ENERGY DRILLING, INC.
NAME OF PERSON AND TITLE RUSTY ROSE - CONTRACT MANAGER	TELEPHONE NUMBER (806) 894-7386