

Patterson Drilling Company

410 N. Loraine Street — (915) 682-9401 Midland, Texas 79701

RECEIVED

JUN 0 4 1999

SUBSURFACE TECHNOLOGY, INC.

Drilling Department Subsurface Construction Corporation 7020 Port West, Ste 100

Houston, TX 77024

RE: Inclination Report Navajo WDW-2 Sec 12; T-18-S; R-27-E

Gentlemen:

June 2, 1999

The following is an inclination survey on the above referenced well located in Eddy County, New Mexico:

2898' - 0.25 3838' - 0.25 4783' - 0.50 6106' - 0.75 6633' - 0.50

Sincerely,

Rebecca Edwards

Rebecca A. Edwards Administrative Assistant

STATE OF TEXAS

COUNTY OF MIDLAND

The foregoing was acknowledged before me this 2nd day of June, 1999 by Rebecca A. Edwards.

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MY COMMISSION EXPIRES:

Vester

000000000 TREVA FORRESTER NOTARY PUBLIC STATE OF TEXAS My Comm. Exp. 9-2-2000

NOTARY PUBLIC