

INCLINATION REPORT

OPERATOR COQUINA OIL CORPORATION ADDRESS 200 Building of the Southwest - Midland, Tx.
 LEASE Hare WELL NO. 1 FIELD _____ 79701
 LOCATION Section 12, T18S, R25E Eddy County, New Mexico

| Depth | Angle (Inclination 'degrees) | Displacement | Displacement Accumulated |
|-------|---------------------------------|--------------|-----------------------------|
| 318 | 1 1/4 | 6.93 | 6.93 |
| 808 | 1/2 | 4.26 | 11.19 |
| 985 | 2 | 6.18 | 17.37 |
| 1102 | 1 3/4 | 3.57 | 20.94 |
| 1200 | 1 3/4 | 2.99 | 23.93 |
| 1415 | 2 | 7.50 | 31.43 |
| 1638 | 1 3/4 | 6.80 | 38.23 |
| 2120 | 1 3/4 | 14.70 | 52.93 |
| 2586 | 2 | 16.26 | 69.19 |
| 3060 | 2 | 16.54 | 85.73 |
| 3600 | 2 | 18.85 | 104.58 |
| 3893 | 2 | 10.23 | 114.81 |
| 3967 | 2 | 2.58 | 117.39 |
| 4255 | 2 | 10.05 | 127.44 |
| 4769 | 2 | 17.94 | 145.38 |
| 5460 | 2 | 24.12 | 169.50 |
| 6250 | 1 1/2 | 20.70 | 190.20 |
| 7070 | 1 | 14.35 | 204.55 |
| 7558 | 1 | 8.54 | 213.09 |
| 8058 | 1 1/4 | 10.90 | 223.99 |
| 8450 | 3/4 | 5.14 | 229.13 |
| 8616 | 3/4 | 2.17 | 231.30 |
| 8830 | 3/4 | 2.80 | 234.10 |
| 8843 | 3/4 | .17 | 234.27 |

I hereby certify that the above data as set forth is true and correct to the best of my knowledge and belief.

CACTUS DRILLING CORPORATION

By: L. A. Rogers

Title: Vice President

Affidavit:

Before me, the undersigned authority, appeared L. A. Rogers known to me to be the person whose name is subscribed herebelow, who, on making deposition, under oath states that he is acting for and in behalf of the operator of the well identified above, and that to the best of his knowledge and belief such well was not intentionally deviated from the true vertical whatsoever.

L. A. Rogers
(Affiant's Signature)

Sworn and subscribed to in my presence on this the 1st day of August
19 74

My Commission Expires:

June 1, 1975

Larry R. Virgin
 Notary Public in and for the County
 of Midland, State of Texas

Seal