STATE OF NEW MEXICO
OIL AND GAS DIVISION

INCLINATION REPORT

FIELD NAME	LEASE NAME	WELL NUMBER
	RUDOLPH ATX STATE - RE-ENTRY	#1

OPERATOR	COUNTY
YATES PETROLEUM CORPORATION	~~LEA NM~~ Eddy Co

ADDRESS
105 SOUTH 4TH ST, ARTESIA NM 88210

LOCATION

JUL 2006
RECEIVED
OCD - ARTESIA

RECORD OF INCLINATION

MEASURED DEPTH FEET	COURSE LENGTH HUNDREDS OF FEET	ANGLE OF INCLINATION DEGREE	DISPLACEMENT PER HUNDRED FEET	COURSE DISPLACEMENT FEET	ACCUMULATIVE DISPLACEMENT
11613	116.13	4.75	8.28	961.65	961.65
11684	0.71	4.00	6.98	4.95	966.60
11736	0.52	5.00	8.72	4.53	971.14
11799	0.63	5.25	9.15	5.76	976.90
11842	0.43	5.50	9.58	4.12	981.02
11952	1.10	5.25	9.15	10.07	991.09
11996	0.44	5.50	9.58	4.22	995.30
12028	0.32	5.25	9.15	2.93	998.23
12087	0.59	5.50	9.58	5.65	1003.89
12143	0.56	6.00	10.45	5.85	1009.74
12211	0.68	6.25	10.89	7.40	1017.14
12303	0.92	7.00	12.19	11.21	1028.36
12363	0.60	7.00	12.19	7.31	1035.67
12491	1.28	7.25	12.62	16.15	1051.82
	-124.91		0.00	0.00	1051.82
	0.00		0.00	0.00	1051.82
	0.00		0.00	0.00	1051.82
	0.00		0.00	0.00	1051.82
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	0.00		0.00	0.00	1051.82
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	0.00		0.00	0.00	1051.82
	0.00		0.00	0.00	1051.82
	0.00		0.00	0.00	1051.82
	0.00		0.00	0.00	1051.82
	0.00		0.00	0.00	1051.82
	0.00		0.00	0.00	1051.82

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	TELEPHONE NUMBER
CHOYR GILBERT - CONTRACT MANAGER	(915) 570-0494