INCLINATION REPORT

| OPERATOR LEASE LOCATION | Threshold De Conoco "10" Section 10, | State WELL | ADDRESS | Midland | , Texas | | ······ |
|-------------------------------|--|-----------------|--------------|---------|--------------|----------------|--------|
| Depth | Inclination | | Displacement | | Displacement | | |
| - | degree | | | | | cumulat | |
| 437 | 1/4 | | 1.91 | | 210 | 1.91 | lu |
| 946 | 1/4 | | 2.22 | | | 4.13 | |
| 1,445 | 3/4 | | 6.53 | | | L0.66 | |
| 1,942 | 3/4 | DECENCED | 6.62 | | | 17.16 | |
| 2,700 | 1/2 | RECEIVED | 6.62 | | | 23.78 | |
| 3,190 | 1/2 | | 4.28 | | | 28.06 | |
| 3,634 | 1/2 | JUN 26 1980 | 3.87 | | | 31.93 | |
| 4,105 | 1/4 | | 2.06 | | | 33.99 | |
| 4,732 | 1/2 | O. C. D. | 5.47 | | | 39.46 | |
| 4,778 | 1/2 | ARTESIA, OFFICE | 9.4 | | | 39.86 | |
| 5,200 | 1 | | 7.36 | 5 | 4 | 7.22 | |
| 5,709 | 1 3 | | 26.64 | 1 | | 73.86 | |
| 5,868 | 4 | | 11.09 | | 8 | 34.95 | |
| 5,870 | 4 | | 0.14 | ł | | 35.09 | |
| 5,984 | 4-1/2 | | 9.1 | | 94.19 | | |
| 6,048 | 4-3/4 | | 5.3 | | | 9.49 | |
| 6,143 | 3-1/2 | | 5.8 | | |)5.29 | |
| 6,203 | 3 | | 3.14 | | | 8.43 | |
| 6,255 | 2-1/2 | | 2.27 | | | .0.70 | |
| 6,389 | 1-3/4 | | 4.09 | | | 4.79 | |
| 6,482 | 1 | | 1.63 | | | 6,42 | |
| 6,984 | 1 | | 8.76 | | | 25.18 | |
| 8,442 | 2-1/2 | | 63.66 | | | 38.78 | |
| 9,187 9,430 | 3-3/4 | | 48.72 | 2 | | 37.50 | |
| 9,430 9,685 | 1-1/4 | | 5.3 | | | 12.80 | |
| 10,328 | 3/4 | | 3.34 | | | 6.14 | |
| 10,855 | 1 1 | | 11.22 9.2 | 2 | | 57.36 56.56 | |
| T0,000 | * | | J. Z | | 20 | 0.00 | |

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

Chris M. Marghan By: Title: Agent

Affidavit:

Before me, the undersigned authority, appeared <u>Chris M. Morphew</u> 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 whatsoever.

<u>Chris M. Morphens</u> Affiant's signature

Sworn and subscribed to in my presence on this the 13 day of May 19 80.

Wh

Notary Public in and for the County of Midland , State of Texas

My Commission expires:

3/14/84

1.10