

INCLINATION REPORT

OPERATOR Threshold Development ADDRESS 777 Taylor Street Suite 2-A
Fort Worth, Texas 76102

LEASE Conoco State "10-a" WELL NO. 1-Y FIELD _____

LOCATION Section 10, T19S, R29W Lea County, New Mexico

Depth	Inclination degree	Displacement	Displacement Accumulated
329	3/4	4.31	4.31
800	1	8.24	16.86
1282	3/4	6.31	23.17
1781	1/2	4.34	27.51
2240	1/2	3.99	31.50
2740	1/2	4.35	35.85
3020	1/2	2.44	38.29
3500	1/2	4.18	42.47
3773	1 3/4	8.33	50.80
4233	2	16.05	66.85
4485	2	8.59	75.44
4736	1 1/2	6.58	82.02
5125	1/2	3.38	85.40
5700	3/4	7.53	92.93
5961	1 3/4	7.96	100.89
6209	1 1/4	2.18	106.30
6450	1	4.22	110.52
6958	1	8.89	119.41
7145	1 1/2	4.90	124.31
7520	3/4	4.94	129.25
8121	1 1/2	15.75	145.00
9120	1 1/2	26.17	171.17
9720	3	31.38	202.55
10,050	2 1/2	14.30	216.85

(Over)

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

R. Q. McWilliams

By: R. Q. McWilliams
Title: Drilling Superintendent

Affidavit:

Before me, the undersigned authority, appeared R. Q. McWilliams known to me to be the person whose name is subscribed herebelow, who, on making denosition, 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.

R. Q. McWilliams
Affiant's signature

Sworn and subscribed to in my presence on this the 29th day of October 1980.

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

Larry R. Virgin

My Commission expires:
April 30, 1981

230.67
253.61
265.27