

WELL NAME AND NUMBER Giblet State #1
LOCATION Section 1, T-19-S, R-29-E, Eddy County, New Mexico
OPERATOR Chi Energy Inc., 212 N. Main, Suite 200, Midland, Texas 79701
DRILLING CONTRACTOR TMBR/Sharp Drilling, Inc., P. O. Drawer 10970, Midland, TX 79702

The undersigned hereby certifies that he is an authorized representative of the drilling contractor who drilled the above described well and that he has conducted deviation tests and obtained the following results:

Degrees @ Depth	Degrees @ Depth	Degrees @ Depth	Degrees @ Depth
.75 @ 320'	.75 @ 3,000'	2.00 @ 5,247'	2.00 @ 7,244'
.50 @ 598'	1.00 @ 3,257'	2.00 @ 5,508'	2.75 @ 7,338'
.50 @ 871'	1.00 @ 3,507'	2.00 @ 5,724'	1.75 @ 7,400'
2.00 @ 1,181'	1.00 @ 3,745'	2.00 @ 5,973'	2.00 @ 7,526'
1.75 @ 1,313'	1.75 @ 4,007'	3.25 @ 6,224'	1.75 @ 7,589'
1.25 @ 1,407'	2.00 @ 4,132'	3.00 @ 6,277'	1.75 @ 7,745'
2.00 @ 1,522'	2.50 @ 4,226'	3.00 @ 6,340'	2.00 @ 7,839'
1.50 @ 1,616'	2.25 @ 4,258'	2.75 @ 6,433'	1.75 @ 7,964'
1.50 @ 1,774'	2.00 @ 4,288'	2.25 @ 6,558'	1.75 @ 8,088'
1.00 @ 1,901'	2.00 @ 4,353'	2.75 @ 6,683'	2.25 @ 8,246'
1.50 @ 2,063'	2.00 @ 4,445'	2.00 @ 6,777'	1.25 @ 8,369'
1.50 @ 2,147'	2.00 @ 4,539'	2.75 @ 6,965'	.75 @ 8,587'
1.00 @ 2,305'	2.00 @ 4,663'	2.25 @ 7,026'	1.00 @ 8,700'
1.00 @ 2,461'	2.00 @ 4,788'	2.25 @ 7,090'	1.25 @ 8,870'
.25 @ 2,712'	2.00 @ 4,975'	2.00 @ 7,151'	1.25 @ 8,996'

Drilling Contractor TMBR/Sharp Drilling, Inc.

By

Jeffrey D. Phillips
Jeffrey D. Phillips, Vice President

Subscribed and sworn to before me this 26th day of January, 19 99



KATHLEEN ROPER
MY COMMISSION EXPIRES
September 25, 1999

Kathleen Roper
Notary Public

Kathleen Roper

Commision expires: 9/25/99

Midland County, Texas