

STATE OF NEW MEXICO

OIL AND GAS DIVISION

INCLINATION REPORT

FIELD NAME	LEASE NAME AUSTIN STATE	WELL NUMBER #1
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OPERATOR MYCO INDUSTRIES, INC.	COUNTY EDDY
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ADDRESS P. O. BOX 840; ARTESIA, NEW MEXICO 88210
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LOCATION



RECORD OF INCLINATION

MEASURED DEPTH FEET	COURSE LENGTH HUNDREDS OF FEET	ANGLE OF INCLINATION DEGREE	DISPLACEMENT PER HUNDRED FEET	COURSE DISPLACEMENT FEET	ACCUMULATIVE DISPLACEMENT
452	4.52	1.000	1.75	7.89	7.89
603	1.51	1.000	1.75	2.64	10.52
1072	4.69	1.250	2.18	10.23	20.75
1519	4.47	1.250	2.18	9.75	30.51
2031	5.12	1.750	3.05	15.64	46.14
2478	4.47	1.250	2.18	9.75	55.89
2961	4.83	1.000	1.75	8.43	64.32
3439	4.78	0.750	1.31	6.26	70.58
3918	4.79	0.750	1.31	6.27	76.85
4396	4.78	1.250	2.18	10.43	87.28
4844	4.48	0.750	1.31	5.86	93.14
5323	4.79	1.750	3.05	14.63	107.77
5578	2.55	1.500	2.62	6.68	114.44
6057	4.79	1.000	1.75	8.36	122.80
6535	4.78	1.000	1.75	8.34	131.15
7078	5.43	0.750	1.31	7.11	138.25
7596	5.18	1.000	1.75	9.04	147.29
8075	4.79	2.000	3.49	16.72	164.01
8551	4.76	2.000	3.49	16.61	180.62
9026	4.75	2.500	4.36	20.72	201.34
9503	4.77	2.000	3.49	16.65	217.99
10008	5.05	1.000	1.75	8.81	226.80
10488	4.80	0.750	1.31	6.28	233.09
10749	2.61	1.000	1.75	4.56	237.64
11670	9.21	1.750	3.05	28.13	265.77
12065	3.95	0.750	1.31	5.17	270.94
	-120.65		0.00	0.00	270.94
	0.00		0.00	0.00	270.94
	0.00		0.00	0.00	270.94
	0.00		0.00	0.00	270.94
	0.00		0.00	0.00	270.94
	0.00		0.00	0.00	270.94
	0.00		0.00	0.00	270.94

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