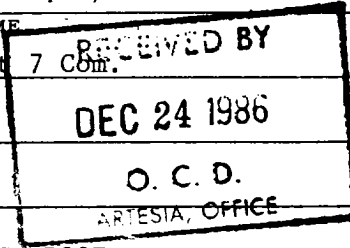


INCLINATION REPORT (One Copy Must Be Filed With Each Completion Report.)		6. District II
1. FIELD NAME Malaga /Atoka/		7. Lease Number. (Oil completions only)
2. LEASE NAME Fort 7 Com.		8. Well Number 1
3. OPERATOR HNG OIL COMPANY		9. Identification Number (Gas completions only)
4. ADDRESS P. O. Box 2267, Midland, Texas 79702		Fee
5. LOCATION Unit letter 0; 660' FSL & 2310' FEL, Sec. 7, T24S, R29E		10. County Eddy, NM



RECORD OF INCLINATION

*11. Measured Depth (feet)	12. Course Length (Hundreds of feet)	*13. Angle of Inclination (Degrees)	14. Displacement per Hundred Feet (Sine of Angle X100)	15. Course Displacement (feet)	16. Accumulative Displacement (feet)
140	140	1	1.75	2.45	2.45
608	468	1/2	.87	4.07	6.52
812	204	3/4	1.31	2.67	9.19
1122	310	3/4	1.31	4.06	13.25
1466	344	3/4	1.31	4.51	17.76
1746	280	3/4	1.31	3.67	21.43
2049	303	2	3.49	10.58	32.01
2183	134	2-3/4	4.80	6.43	38.44
2432	249	3-1/4	5.67 ✓	14.12	52.56
2532	100	4	6.98 ✓	6.98	59.54
2650	118	4	6.98 ✓	8.24	67.78
2868	218	3/4	1.31	2.86	70.64
3210	342	3	5.23 ✓	17.89	88.53
3735	525	2-3/4	4.80	25.20	113.73
4043	308	3	5.23 ✓	16.11	129.84
4384	341	2-3/4	4.80	16.37	146.21

If additional space is needed, use the reverse side of this form.

17. Is any information shown on the reverse side of this form? ☒ yes ☐ no
18. Accumulative total displacement of well bore at total depth of 12,191 feet = 329.12 feet.
- *19. Inclination measurements were made in - ☐ Tubing ☐ Casing ☐ Open hole ☒ Drill Pipe
20. Distance from surface location of well to the nearest lease line _____ feet.
21. Minimum distance to lease line as prescribed by field rules _____ feet.
22. Was the subject well at any time intentionally deviated from the vertical in any manner whatsoever? No
- (If the answer to the above question is "yes", attach written explanation of the circumstances.)

INCLINATION DATA CERTIFICATION Signature of Authorized Representative <u>Harold Jennings, Administrative Manager</u> Name of Person and Title (type or print) <u>PARKER DRILLING COMPANY</u> Name of Company Telephone: <u>405</u> <u>677-8371</u> Area Code	OPERATOR CERTIFICATION Signature of Authorized Representative <u>Betty Gildon, Regulatory Analyst</u> Name of Person and Title (type or print) <u>HNG OIL COMPANY</u> Operator Telephone: <u>915</u> <u>686-3714</u> Area Code
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Subscribed and Sworn Before me This 9 Day
of December, 1986.

Notary Public

RECORD OF INCLINATION (Continued from reverse side)

11. Measured Depth (feet)	12. Course Length (Hundreds of feet)	13. Angle of Inclination (Degrees)	14. Displacement per Hundred Feet (Sine of Angle X100)	15. Course Displacement (feet)	16. Accumulative Displacement (feet)
5346	962	1-3/4	3.05	29.34	175.55
5577	231	1-3/4	3.05		182.60
6577	1000	2	3.49	7.05	217.50
7005	428	1-1/4	2.18	34.90	226.83
7253	248	1-1/4	2.18	9.33	232.24
7753	500	1-1/2	2.62	13.10	245.34
8033	280	1-1/4	2.18	6.10	251.44
8559	526	1-1/4	2.18	11.47	262.91
8991	432	1-1/4	2.18	3.76	266.67
9515	524	1/2	.87	9.17	275.84
10000	485	1	1.75	4.22	280.06
10700	700	1-1/2	.87	15.26	295.32
11030	330	1-1/4	2.18	4.32	299.64
11487	457	3/4	1.31	8.00	307.64
11860	373	1-3/4	1.75	11.38	319.02
12191	331	1-3/4	3.05	10.10	329.12

REMARKS: _____
 If additional space is needed, attach separate sheet and check here. ☐

- INSTRUCTIONS -

An inclination survey made by persons or concerns approved by the Commission for each well drilled or deepened with rotary tools or when, as a result of any operation, the course of the well is changed. No inclination survey is required on wells that are drilled and completed as dry holes that are plugged and abandoned. (Inclination surveys are required on re-entry of abandoned wells.) Inclination surveys must be made in accordance with the provisions of Statewide Rule 11.

This report shall be filed in the District Office of the Commission for the district in which the well is drilled, by attaching one copy to each appropriate completion for the well. (except Plugging Report)

The Commission may require the submitter of the original charts, graphs, or discs, resubmitting from the surveys.