| INCL | INATI | ON | REP | ORT |
|------|-------|----|-----|-----|
| | | | | |

| OPERATOR_ | BACS ENTERPRISES PRODUCTION CO. | ADDRESS P.O. B | ox 2760, Midland, TX. 797 | | |
|--|---------------------------------|-------------------|-----------------------------|--|--|
| LEASE Pok | er Lake UnitWELL NO67 | FIELD Poker Lake, | S. (Morrow) | | |
| LOCATION Sec. 3, T-25-S, R31E, Eddy County, NM | | | | | |
| DEPTH | INCLINATION DEGREE | DISPLACEMENT | DISPLACEMENT ACCUMULATED | | |
| 240 | 1/4 | 1.06 | 1.06 | | |
| 718 | 1/4 | 2.09 | 3.15 | | |
| 1213 | 1/2 | 4.31 | 7.46 | | |
| 1721 | 1/2 | 4.42 | 11.88 | | |
| 2071 | 1 | 6.13 | 18.01 | | |
| 2500 | 3/4 | 5.62 | 23.63 | | |
| 3098 | 1/4 | 2.64 | 26.27 | | |
| 3513 | 3/4 | 5.44 | 31.71 | | |
| 4263 | 1-1/4 | 16.35 | 48.06 | | |
| 4583 | 1-3/4 | 9.76 | 57.82 | | |
| 5090 | 1-1/2 | 13.29 | 71.11 | | |
| 5573 | 1-3/4 | 14.74 | 85 .85 | | |
| 6159 | 1-1/2 | 15.36 | 101.21 | | |
| 6625 | 1-1/4 | 10.16 | 111.37 | | |
| 7124 | 1-1/2 | 13.08 | 124.45 | | |
| 7616 | 1 | 8.61 | 133.06 | | |

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

Alle Robert F. Duran By:

Title: Asst. to Operations Mgr.

Affidavit:

Before me, the undersigned authority, appeared Robert F. Duran 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 vertical whatsoever.

Affant's signature

Sworn and subscribed to in my presence on this the $\underline{\mathcal{C}}$ day of

Notary Public for State of Texas

ICHNA R. MASSEY

My Commission Expires:



WYOTA R. MASSEY nic, State of To a Dat. 28. 19.

| INC | LINA | TIC | N R | EPOR1 |
|-----|------|-----|-----|-------|
| | | | | |

OPERATOR BASS ENTERPRISES PRODUCTION CO. ADDRESS P.O. Box 2760, Midland, TX.

LEASE Poker Lake Unit WELL NO. 67 FIELD Poker Lake, S. (Morrow)

LOCATION Sec. 3, T-25-S, R31E, Eddy County, NM

| DEPTH | INCLINATION DEGREE | DISPLACEMENT | DISPLACEMENT ACCUMULATED |
|--------|-----------------------|----------------------|-----------------------------|
| 8115 | 1-3/4 | 15.22 | 148.28 |
| 8601 | 1/2 | 4.23 | 152.51 |
| 9105 | 3/4 | 6.61 | 159.12 |
| 9599 | 2 | 17.24 | 176.36 |
| 9849 | 1-1/2 | 6.55 | 182.91 |
| 10,336 | 1-1/2 | 12.76 | 195.67 |
| 10,826 | 1-1/4 | 10.69 | 206.36 |
| 11,319 | 1-1/2 | 12.92 | 219.28 |
| 12,000 | 1-1/4 | 14.85 | 234.13 |
| 12,478 | 1 | 8.37 | 242.50 |
| 12,965 | 3/4 | 6.38 | 248.88 |
| 13,336 | 3/4 REC | CEIVED BY | 253.74 |
| 13,845 | 1/4 | 2.24 | 255.98 |
| 13,990 | | 3 0 1986 2.54 | 258.52 |
| 14,022 | 2-1/2 | 1.40 | 259.92 |
| 14,044 | 5 | O. C. D. 1.15 | 261.07 |
| 14,346 | 2-3/4 ART | TESIA, OFFICE 14.50 | 275.57 |
| 14,685 | 2-3/4 | 16.28 | 291.85 |
| 14,950 | 2-3/4 | 12.72 | 304.57 |
| 15,316 | 2-3/4 | 17.57 | 322.14 |
| 15,610 | 1-1/2 | 7.71 | 329.85 |

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

Robert F. Duran By: Title: Asst. to Operations Mgr.

Affidavit:

Before me, the undersigned authority, appeared <u>Robert F. Duran</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 operato 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.

fiant's signature

ublic

for

State

R. Masse

My Commission Expires: 2000 mles 25, 1953