

INCLINATION REPORT

OPERATOR MERIDIAN OIL, INC. ADDRESS 1800 WILCO BLDG. MIDLAND, TX 79701LEASE NAME PECOS FED. WELL NO. #3 FIELD LOCATION S-27, T-26S, R-29E EDDY COUNTY, NEW MEXICO

DEPTH	ANGLE INCLINATION DEGREES	DISPLACEMENT	DISPLACEMENT ACCUMULATED
396	3/4	1.31	5.1876
785	1 1/2	2.62	15.3794
974	2	3.49	21.9755
1225	1 3/4	3.05	29.6310
1475	2 1/2	4.36	40.5310
1531	2 1/4	3.93	42.7318
1629	1 3/4	3.05	45.7208
1716	1 1/2	2.62	48.0002
2134	3/4	1.31	53.4760
2561	2	3.49	68.3783
2685	1 1/2	2.62	71.6271
2845	1 1/2	2.62	75.8191
3195	1 1/2	2.62	84.9891
3665	3/4	1.31	91.1461
4135	1/4	0.44	93.2141
4602	3/4	1.31	99.3318
5074	1	1.75	107.5918
5500	1 1/4	2.18	116.8786

RECEIVED BY

JUN 11 1986

O. C. D.

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

CACTUS DRILLING COMPANY

Nanci Jenkins
TITLE Nanci Jenkins/Drilling Secretary

AFFIDAVIT:

Before me, the undersigned authority, appeared NANCI JENKINS 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.

Nanci Jenkins
AFFIANT'S SIGNATURE

Sworn and subscribed to in my presence on this the 25 day of Nov., 1985



GARLIN R. TAYLOR
Notary Public, State of Texas
My Commission Expires: 7-5-89

SEAL

Garlin R. Taylor
Notary Public in and for the County of
Midland, State of Texas