

Scorpion Drilling Company

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RECEIVED OCT 17 2008

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September 23, 2008

Reference:

Westerly Exploration, Inc.

Woody Federal 31#2

Sec. 31, T23N, R1W

Sandoval County, New Mexico

API No. 30-043-21061X

A total of nine (9) deviation surveys were run using a SURE SHOT tool. These surveys were as follows:

Surface Hole – 140' at $\frac{1}{4}$

Production Hole – 540' at $\frac{3}{4}$, 796' at 1, 1107' at $\frac{3}{4}$, 1413' at $\frac{1}{4}$, 1720' at $\frac{1}{2}$, 2032' at $\frac{3}{4}$, 2525' at 1 and TD of 2846' at $\frac{3}{4}$.

These surveys were sent in care of to Walsh Engineering for Westerly Exploration, Inc. for placement in the well file.

This is correct and accurate to the best of my knowledge.

Henry Valdez

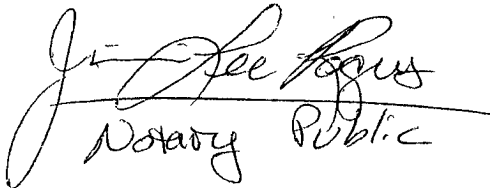


President / General Manager
Scorpion Drilling Company

RCVD DEC 10 '08

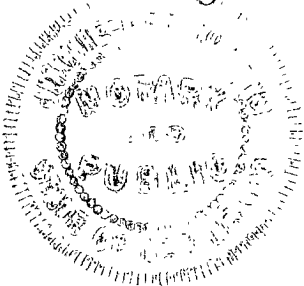
OIL CONS. DIV.

DIST. 3



Notary Public

My Commission Expires February 24, 2010



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