

Young Drilling Co.

P. O. BOX 717

FARMINGTON, NEW MEXICO 87401

(505) 327-5218

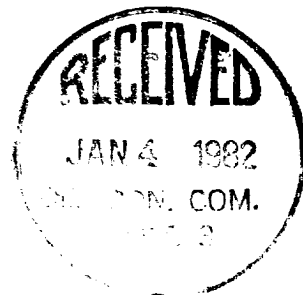
Petroleum Energy Corporation
P.O. Box 2121
Durango, Colorado 81301

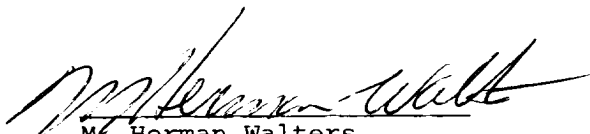
From: Young Drilling Company
Location: Navajo 29 - 2

29-27N-19W

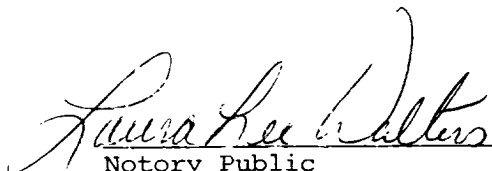
Slope Test:

80'	$\frac{1}{2}^{\circ}$
800'	$1\frac{1}{4}^{\circ}$
1450'	$1\frac{1}{2}^{\circ}$
2257	1°
3041'	$1\frac{1}{4}^{\circ}$
4290'	$1\frac{1}{4}^{\circ}$
4630'	1°
5412'	$3/4^{\circ}$
6000'	$\frac{1}{2}^{\circ}$




M. Herman Walters
Executive Vice - President

Subscribed and Sworn before me this 18th day of December,
1981 by M. Herman Walters.


Laura Lee Walters
Notary Public
My Commission Expires: November 6, 1985.