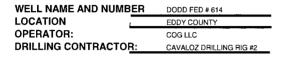
CAVALOZ DRILLING

P.O. BOX 1500 (575) 3910699 FAX (575) 391- 3824 HOBBS, NEW MEXICO 88241

INCLINATION REPORT

DATE: 1/23/12





THE UNDERSIGNED HEREBY CERTIFIES THAT HE IS AN AUTHORIZED REPRESENTATIVE OF THE DRILLING CONTRACTOR WHO DRILLED THE ABOVE DESCRIBED WELL AND THAT HE HAS CONDUCTED DEVIATION TEST AND OBTAINED THE FOLLOWING RESULTS:

DEGREE	DEPTH	DEGREE	DEPTH	DEGREE	DEPTH
2	250	1	3963		
2	510	1.2	4450		
2.4	750				
16	918		 		
0	1087				
0.5	1538				
0.7	2083				
1.2	2514				
0.6	2990				
1.2	3489				

DRILLING CONTRACTOR: **CAVALOZ DRILLING**

BOB WEGNER

DRILLING SUPERINTENDENT

SUBSCRIBED AND SWORN TO BEFORE ME ON THE

MY COMMISSION EXPIRES

OFFICIAL SEAL JESSICA BUENO

NOTARY PUBLIC - STATE OF NEW MEXICO

My commission expires: