

INCLINATION REPORT

1. FIELD NAME

2. LEASE NAME

Big Eddy Unit 154

BEPCO - WTD PRODUCTION

3. OPERATOR

BEPCO, L.P.

SEP 12 2006

4. ADDRESS

P.O. Box 2760, Midland, Tx. 79702

RECEIVED

5. LOCATION (Section, Block, and Survey)

Sec 15, T-22-S, R-28-E, Eddy, N.M.

RECORD OF INCLINATION

*11. Measured Depth (feet)	12. Course Length (Hundreds of feet)	*13. Angle of Inclination (Degrees)	14. Displacement per Hundred Feet (Sine of Angle x 100)	15. Course Displacement (feet)	16. Accumulative Displacement (feet)
276	276	0.50	.87	2.40	2.40
495	219	1.75	3.05	6.67	9.07
740	245	2.00	3.49	8.55	17.62
912	172	1.75	3.05	5.24	22.86
1053	141	0.50	.87	1.22	24.08
1089	36	0.50	.87	0.31	24.39
1299	210	1.00	1.75	3.67	28.06
1536	237	1.00	1.75	4.14	32.20
1712	176	2.00	3.49	6.14	38.34
1866	154	2.00	3.49	5.37	43.71
2116	250	3.00	5.23	13.07	56.78
2211	95	2.00	3.49	3.31	60.09
2430	219	2.50	4.36	9.54	69.63
2562	132	2.00	3.49	4.60	74.23
2863	301	1.00	1.75	5.26	79.49
3083	220	0.50	.87	1.91	81.40
3301	218	0.75	1.31	2.85	84.25
3565	264	0.50	.87	2.29	86.54
3875	310	0.50	.87	2.69	89.23
4056	181	1.00	1.75	3.16	92.39
4273	217	1.00	1.75	3.79	96.15
4513	240	1.50	2.62	6.28	102.43
4564	51	0.75	1.31	0.66	103.09
4771	207	1.00	1.75	3.62	106.71
5271	500	1.00	1.75	8.75	115.46
5771	500	1.00	1.75	8.75	124.21
6420	649	0.50	.87	5.64	129.85
6639	219	0.50	.87	1.90	131.75
7139	500	0.50	.87	4.35	136.10
7182	43	1.25	2.18	0.93	137.03
7639	457	0.50	.87	3.97	141.00
7941	302	2.00	3.49	10.53	151.53
8153	212	1.25	2.18	4.62	156.15
8390	237	1.50	2.62	6.20	162.35
8921	531	1.50	2.62	13.91	176.26
9055	134	1.00	1.75	2.34	178.60
9405	350	0.50	0.87	3.04	181.64
9911	506	0.50	0.87	4.40	186.04
10049	138	1.00	1.75	2.41	188.45
10403	354	1.00	1.75	6.19	194.64
10790	387	1.00	1.75	6.77	201.41
11144	354	1.00	1.75	6.19	207.60
11597	453	0.25	0.44	1.99	209.59
12052	455	0.50	0.87	3.95	213.54
12650	598	1.75	3.05	18.23	231.77

Accumulative total displacement of well bore at total depth of 12,650' 231.77 feet.

Inclination measurements were made in:



Tubing



Casing

Open Hole



Signature of Authorized Representative

L.V. Bohannon

Name of Person and Title (type or print)

Adobe Drilling

Name of Company

Telephone 432-552-5553

Area Code

Signature of Authorized Representative

Name of Person and Title (type or print)

Name of Company

Telephone

Area Code

Certified By

Date

Rhonda J. Jester 9-6-06