



KEY ENERGY DRILLING, INC.
P.O. Box 1295
Midland, Texas 79702
Phone 915-570-0494
Fax 915-570-0465

To Whom It May Concern:

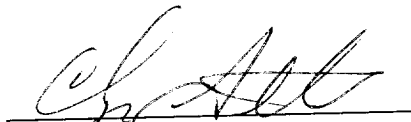
RE: STATE OF NEW MEXICO
OIL AND GAS DIVISION
INCLINATION REPORT

Lease Name: PERCENTAGE APR STATE
Well Number: #1
County/State: CHAVES, NM
Operator: YATES PETROLEUM
Address: 105 SOUTH 4th STREET
Address: ARTESIA, NM 88210
Location:

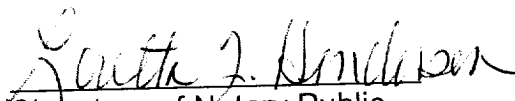


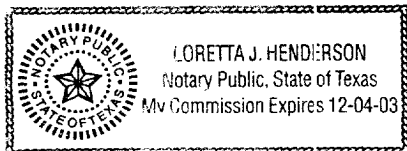
I, **CHOYR GILBERT**, Contract Manager for Key Energy Drilling, Inc., PO Box 1295, Midland, TX 79702, declare that I am authorized to make this certification, that I have personal knowledge of the inclination data and facts placed on this form and that such data and facts are true, correct, and complete to the best of my knowledge.

Sworn to and Subscribed Before Me by the said


CHOYR GILBERT
Contract Manager

This the 13TH day of OCTOBER, 2000


Signature of Notary Public
In and for the State of Texas



LORETTA J. HENDERSON
Print Name of Notary Public

INCLINATION REPORT

LOCATION	
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THIS INFORMATION IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE	
SIGNATURE OF AUTHORIZED REPRESENTATIVE 	NAME OF COMPANY KEY ENERGY DRILLING, INC.
NAME OF PERSON AND TITLE CHOYR GILBERT - CONTRACT MANAGER	TELEPHONE NUMBER (915) 570-0494