

TEACO DRILLING INC.

P O BOX 1500 (505) 3910699 FAX (505) 391- 3824 HOBBS, NEW MEXICO 88241

INCLINATION REPORT**RECEIVED**

DATE: 12/26/06

30-025-38188

JUN 05 2008

WELL NAME AND NUMBER JAL COOPER UNIT #502
LOCATION LEA COUNTY, NEW MEXICO
OPERATOR: TORCH ENERGY
DRILLING CONTRACTOR TEACO DRILLING INC

HOBBS OCD

E-18-245-372, 2630/N & 1249/W

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
0.5	378	4.75	2734		
0.5	889	4.75	2798		
1	1382	5	2893		
1	1827	4.75	2986		
0.25	2043	4	3083		
0.75	2201	4.25	3175		
1.75	2291	3.75	3616		
2	2391	3.5	3740		
3	2486				
4	2610				

DRILLING CONTRACTOR:
TEACO DRILLING INCORPORATED

BY: Bob Wegner
BOB WEGNER
DRILLING SUPERINTENDANT

SUBSCRIBED AND SWORN TO BEFORE ME ON THE 26th DAY OF December, 2006

MY COMMISSION EXPIRES

8 3008Marcia BozlerK.E.