

WELL NAME AND NUMBER Cato San Andrus #586 Unit E  
LOCATION Section 14, T 8S, R 30E, 2591 FNL, 1305 FWL, Chaves County  
OPERATOR Cano Petroleum, Inc. Co. of New Mexico  
DRILLING CONTRACTOR United Drilling, Inc. 30-005-29025

The undersigned hereby certifies that he is an authorized representative of the drilling contractor who drilled the above described well and had conducted deviation test and obtained the following results:

| Degrees @ Depth | Degrees @ Depth | Degrees @ Depth |
|-----------------|-----------------|-----------------|
| 1/2 @ 516'      |                 |                 |
| 1 @ 1015'       |                 |                 |
| 1-1/4 @ 1489    |                 |                 |
| 1-1/4 @ 1994'   |                 |                 |
| 3/4 @ 2500'     |                 |                 |
| 1/2 @ 3005'     |                 |                 |
| 3/4 @ 3511'     |                 |                 |
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Drilling Contractor- UNITED DRILLING, INC.

By: Luisa Garcia  
(Luisa Garcia)

Title: Assistant Office Manager

Subscribed and sworn to before me this 1 day of May, 2008

George A. Aho  
Notary Public  
Chaves, NM  
County State

My Commission Expires:

10-8-08

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