

WELL NAME AND NUMBER Cato San Andres Unit #535 Unit I
LOCATION Section 11, T 8S, R 30E, 2538 FSL, 535 FEL, Chaves County
OPERATOR Cano Petroleum, Inc. of New Mexico
DRILLING CONTRACTOR United Drilling, Inc. 30-005-27983

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 @ 520'		
1/4 @ 1018'		
1/4 @ 1502'		
1/2 @ 2009'		
3/4 @ 2495'		
3/4 @ 2990'		
1 @ 3485'		
1-1/4 @ 4020'		

UNITED DRILLING, INC.

By: *Luisa Garcia*
(Luisa Garcia)

Title: Assistant Office Manger

Subscribed and sworn to before me this 14 day of January 2008

Darryl A. Ahn
Notary Public
Chaves NM
County State

My Commission Expires:

10-8-08

Ka