

P. O. BOX 1876

MIDLAND, TEXAS

December 15, 1969

Sam Boren
1102 Vaughn Building
Midland, Texas, 79701

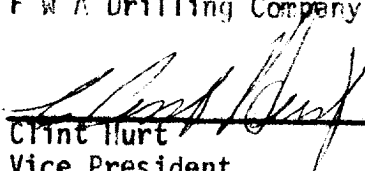
Gentlemen:

The following is the inclination report on your Lario State #1, located in Lea County, New Mexico:

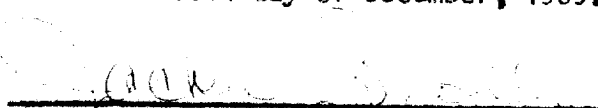
<u>Depth (Feet)</u>	<u>Angle of Inclination (degrees)</u>	<u>Displacement (feet)</u>	<u>Accumulative Displacement (Feet)</u>
375	1/4	1.65	1.65
974	1/2	5.21	6.86
1476	1/2	4.36	11.22
1950	1/2	4.12	15.34
2574	1/2	5.43	20.77
3075	1-1/4	10.92	31.69
3516	1-1/4	9.61	41.30
4450	1	16.34	57.64
4960	1-1/4	11.11	68.75
5625	1/2	5.78	74.53
6026	1/2	3.48	78.01
6828	1/2	6.97	84.98
7382	1/2	4.82	89.80
7812	1/2	3.74	93.54
8060	1/2	2.16	95.70
8622	1/4	2.47	98.17
9165	1/4	2.38	100.55
Total			100.55

Sincerely yours,

F W A Drilling Company, Inc.


Clint Hurt
Vice President

Before personally appeared Clint Hurt known to me to be the person whose name is subscribed above. Witnesseth my hand this the 15th day of December, 1969.


Jackie Snoddy
Notary Public in and for Midland County, Texas

