

**FORSTER DRILLING CO., INC.**

5502 W. INDUSTRIAL
P. O. BOX 3526
MIDLAND, TEXAS 79702

AREA CODE 915
697-3166
563-0221

INCLINATION REPORT**OPERATOR:**

Charles F. Harding
4317 Oak Lawn
Dallas, Texas 75219

LOCATION:

Phillips State No. 1 Well
Lea County, New Mexico

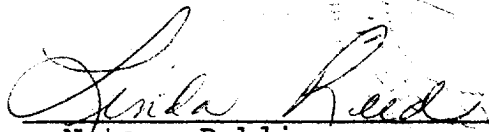
DEPTH FEET	INCLINATION DEGREES	DEPTH FEET	INCLINATION DEGREES	DEPTH FEET	INCLINATION DEGREES
372	1	7015	3/4		
866	3/4	7475	3/4		
1560	3/4	7975	1		
2036	1 1/4	8303	1/4		
2463	2	8579	1/4		
2933	2	9062	3/4		
3210	2	9562	1 1/2		
3650	1 1/2	10,000	1 1/2		
3952	1	10,164	1		
4215	1	10,463	1		
4415	1 1/4	10,752	2		
4754	1 1/4	11,094	2 1/4		
5052	2 1/2				
5552	2 1/4				
6053	2 1/4				
6383	1				
6883	1				

COUNTY OF Midland
STATE OF TEXAS

The undersigned states that he has knowledge of the facts and matter herein set forth and that the same are true and correct.


L. E. Grimes, Vice President

SUBSCRIBED AND SWORN TO BEFORE ME THIS 25 DAY OF May 1978


Notary Public

My Commission Expires: March 7, 1980