

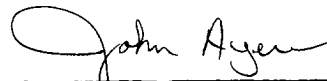
## INCLINATION REPORT

OPERATOR Union Texas Petroleum Corp. ADDRESS 1300 Wilco Building, Midland, Texas 79701  
 LEASE NAME Milnesand Unit WELL NO. 521 FIELD Milnesand (SA)  
 LOCATION Section 24, T-8S, R-34E, Roosevelt County, New Mexico

DEPTH	ANGLE INCLINATION DEGREES	DISPLACEMENT	DISPLACEMENT ACCUMULATED
860	1/4	3.7840	3.7840
1355	1/2	4.3065	8.0905
1851	1/2	4.3152	12.4057
1954	3/4	1.3493	13.7550
2434	1/2	4.1760	17.9310
2778	3/4	4.5064	22.4374
3264	3/4	6.3666	28.8040
3760	1	8.6800	37.4840
4200	1	7.7000	45.1840
4800	1	10.5000	55.6840

I hereby certify that the above data as set forth is true and correct to the best of my knowledge and belief.

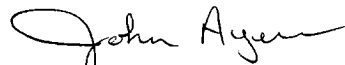
CACTUS DRILLING COMPANY



TITLE John Ayers, Office Manager

## AFFIDAVIT:

Before me, the undersigned authority, appeared John Ayers  
 known to me to be the person whose name is subscribed herebelow, who, on making  
 deposition, under oath states that he is acting for and in behalf of the operator  
 of the well identified above, and that to the best of his knowledge and belief such  
 well was not intentionally deviated from the true vertical whatsoever.

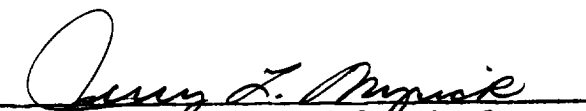


AFFIANT'S SIGNATURE

Sworn and subscribed to in my presence on this the 17th day of October, 1978

MY COMMISSION EXPIRES MARCH 1, 1980

SEAL

  
 Notary Public in and for the County  
 of Lea, State of New Mexico