

INCLINATION REPORT

OPERATOR Layton Enterprises, Inc. ADDRESS 3103 79th Street, Lubbock, TX 79423
 LEASE NAME El Zorro 'B' Federal WELL NO. 1 FIELD Allison *Penner*
 LOCATION Section 24, T-8-S, R-36-E, Roosevelt County, New Mexico

DEPTH	ANGLE INCLINATION DEGREES	DISPLACEMENT	DISPLACEMENT ACCUMULATED
122	1/4°	.53	.53
349	3/4°	2.99	3.52
787	3/4°	5.78	9.30
1272	3/4°	6.40	15.70
1755	1 °	8.45	24.15
2147	1 °	6.86	31.01
2313	1/4°	.72	31.73
2750	3/4°	5.76	37.49
3235	3/4°	6.40	43.89
3719	1/2°	4.23	48.12
3972	1/2°	2.21	50.33
4140	1 1/4°	3.67	54.00
4338	1 °	3.46	57.46
4822	3/4°	6.38	63.84
5307	1 °	8.48	72.32
5788	1/2°	4.20	76.52
6210	3/4°	5.57	82.09

continued on attached sheet

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

Sitton Drilling Company

Ronald Sitton
 TITLE President

AFFIDAVIT:

Before me, the undersigned authority, appeared Ronald Sitton
 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.

Ronald Sitton
 AFFIANT'S SIGNATURE

Sworn and subscribed to in my presence on this the 29th day of June, 19 87

Betsy Knell
 Notary Public in and for the County
 of Lubbock, State of Texas.
 My Commission expires 8/30/89.

SEAL