

INCLINATION REPORT

36-041-20875

OPERATOR LAYTON ENTERPRISES ADDRESS 3103 79TH STREET, LUBBOCK TX. 79423

LEASE NAME EL ZORRO 'B' FEDERAL WELL NO. 2 FIELD ALLISON

LOCATION Section 24, T-8-s, R-36 E, Roosevelt County, New Mexico Unit C

| DEPTH | ANGLE INCLINATION DEGREES | DISPLACEMENT | DISPLACEMENT ACCUMULATED |
|-------|------------------------------|--------------|-----------------------------|
| 189 | .25 | .83 | .83 |
| 355 | .25 | .73 | 1.55 |
| 841 | .25 | 2.12 | 3.68 |
| 1337 | .25 | 2.17 | 5.84 |
| 1834 | .25 | 2.17 | 8.01 |
| 2248 | .25 | 1.81 | 9.82 |
| 2699 | .25 | 1.97 | 11.79 |
| 3198 | .50 | 4.37 | 16.16 |
| 3692 | .25 | 2.16 | 18.32 |
| 4161 | 1.50 | 12.29 | 30.61 |
| 4659 | 1.00 | 8.72 | 39.32 |
| 5154 | 1.00 | 8.66 | 47.98 |
| 5651 | 1.50 | 13.02 | 61.01 |
| 6149 | 1.50 | 13.05 | 74.05 |
| 6648 | 1.75 | 15.24 | 89.30 |

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

Title PRESIDENT

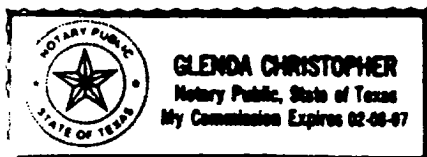
AFFIDAVIT:

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.

AFFIANT'S SIGNATURE

Sworn and subscribed to in my presence on this the 24 day of July, 1995.

SEAL



Notary Public in and for the County
of Lubbock, State of Texas

RECEIVED

SEP 12 1995

JOHN HOBBS
OFFICE