

INCLINATION REPORT

OPERATOR Shell Oil Co. ADDRESS P.O. Box 1509, Midland, Texas 79701
 LEASE NAME M.H. McGrail #3 WELL NO. 3 FIELD _____
 LOCATION Section 5, T-9S, R-30E, Chaves County, New Mexico

DEPTH	ANGLE INCLINATION DEGREES	DISPLACEMENT	DISPLACEMENT ACCUMULATED
256	1/2	2.2272	2.2272
750	1/2	4.2978	6.5250
1262	1/2	4.4544	10.9794
1631	1/2	3.2103	14.1897
2103	3/4	6.1832	20.3729
2562	1/2	3.9933	24.3662
3248	3/4	8.9866	33.3528
3271	3/4	.3013	33.6541
3367	3/4	1.2576	34.9117
3450	3/4	1.0873	35.9990

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

Garlin Taylor
 TITLE Garlin Taylor, Admn. Asst.

AFFIDAVIT:

Before me, the undersigned authority, appeared Garlin Taylor 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.

Garlin Taylor
 AFFIANT'S SIGNATURE

Sworn and subscribed to in my presence on this the 1st day of September, 19 77

MY COMMISSION EXPIRES MARCH 1, 1980

SEAL

James J. McGrail
 Notary Public in and for the County
 of Lea, State of New Mexico