

FORSTER DRILLING CO., INC.

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

INCLINATION REPORT

OPERATOR:

U.S. COMPANIES, INC. % Adam Praisner 2709 N. Big Spring Midland, Texas 79701 LOCATION:

Leavelle No. 1 Lea County, New Mexico

| DEPTH FEET | INCLINATION DEGREES | DEPTH FEET | INCLINATION DEGREES | DEPTH FEET | INCLINATION DEGREES |
|---------------|------------------------|---------------|---------------------|---------------|---------------------|
| | | | | | |
| 423 | 3/4 | 8410 | 1 | | |
| 923 | 1/2 | 8883 | 1 | | |
| 1393 | 1/2 | 9383 | 1 | | |
| 1793 | 1/2 | 9669 | 1 | | |
| 2293 | 1/2 | 10,168 | 1 3/4 | | |
| 2550 | 2 1/4 | 10,321 | 1 | | |
| 3024 | 1/2 | 10,821 | 2 1/4 | | |
| 3524 | 1 | 11,321 | 3 | | |
| 4024 | 1 | 11,728 | 4 | | |
| 4500 | 3/4 | 12,160 | 3 | | |
| 5000 | 3/4 | 12,100 | 3 | | |
| 5247 | 3/4 | | | | |
| 5747 | 3/4 | | | | |
| 6224 | 3/4 | | | | |
| 6724 | 3/4 | | | | |
| 7224 | 3/4 | | | | |
| 7410 | 3/4 | | | | |
| 7910 | 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 24th DAY OF October 1980

Notary Public