

INCLINATION REPORT

OPERATOR: *Sealthand Royalty*
 Meridian Oil, Inc.
 21 Desta Drive
 Midland, Texas 79705

LOCATION:
 Tonto "14" State No. 3,
 1980' FNL, 660' FWL, Sec. 14,
 T-18-S, R-34-E,
 Lea County, New Mexico.

DEPTH FEET	INCLINATION DEGREES	DEPTH FEET	INCLINATION DEGREES	DEPTH FEET	INCLINATION DEGREES
400	3/4	6,697	3-1/4	9,067	2-1/2
916	1/4	6,823	3	9,230	2
1,419	1/4	6,948	3	9,330	2-1/4
1,873	1/4	7,075	3-1/2	9,615	3-1/4
2,326	3/4	7,200	4	9,897	4
2,853	1	7,294	3-3/4	10,150	4
3,092	1	7,389	4		
3,400	3/4	7,516	3		
3,910	1	7,641	3		
4,410	1/2	7,768	3-1/4		
4,910	3/4	7,894	3-1/4		
5,440	1/2	8,083	3		
5,911	1/2	8,215	2-3/4		
6,410	2-3/4	8,363	2-1/2		
6,470	2-3/4	8,547	2-1/2		
6,607	3-1/2	8,804	2-1/4		

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
 L. E. Grimes, President

SUBSCRIBED AND SWORN TO BEFORE ME THIS 31 day of December 19 86

Sen. Estrada
 Notary Public

My commission expires: December, 1988