

INCLINATION REPORT

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

 Attn: H. L. Malson

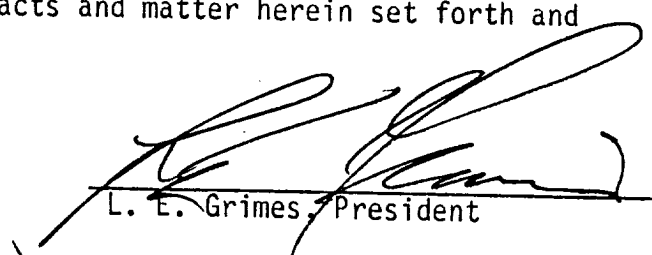
LOCATION: Honeydew "35" State
 Well No. 1, -A
 Lea County, New Mexico,
 Section 35, T-18-S,
 R-35-E

990/N + 330/E

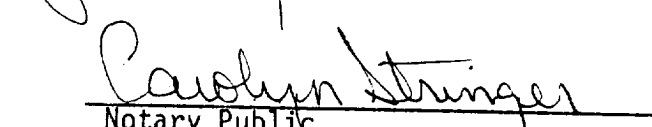
DEPTH FEET	INCLINATION DEGREES	DEPTH FEET	INCLINATION DEGREES	DEPTH FEET	INCLINATION DEGREES
455	1	7,090	1	10,441	2-1/4
963	1	7,623	1-1/4	10,515	2-3/4
1,467	1	8,125	1-1/2	10,722	1-1/4
1,969	3/4	8,623	1-3/4		
2,475	3/4	8,748	3/4		
2,981	1-1/2	9,245	1-1/2		
3,289	2-3/4	9,503	2-3/4		
3,446	1/2	9,761	3-1/2		
3,580	1/4	9,885	4		
3,775	1/2	9,946	3-3/4		
4,262	1/4	10,006	3-1/2		
4,766	1/4	10,067	3-3/4		
5,296	1/2	10,129	3-3/4		
5,766	1/2	10,192	3-1/2		
6,240	3/4	10,254	2-3/4		
6,741	1	10,349	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, President

SUBSCRIBED AND SWORN TO BEFORE ME THIS 7th day of January 1988


 Carolyn Stringer
 Notary Public

My commission expires: August, 1989