

INCLINATION REPORT

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

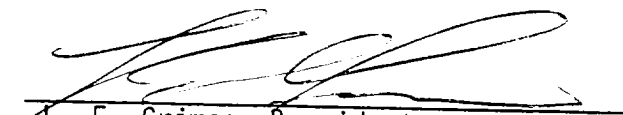
LOCATION: Tonto "23" No. 1, 1/1
Lea County, New Mexico
Sec. 23, T18S, R34E.

66014-1980/2


DEPTH FEET	INCLINATION DEGREES	DEPTH FEET	INCLINATION DEGREES	DEPTH FEET	INCLINATION DEGREES
413	1-1/4	7,152	2	12,330	1/4 S03W
908	1-1/4	7,330	2-1/4	12,355	1-3/4
1,405	3/4	7,566	1-3/4	12,418	2-3/4
1,927	3/4	7,823	1-3/4	12,448	2-1/2
2,406	1/2	8,038	1-1/4	12,479	2-1/4
3,010	3/4	8,498	1-3/4	12,510	2-1/2
3,415	1-1/4	8,749	1-3/4	12,540	2-1/4
3,897	3/4	9,054	2	12,570	2-1/4
4,406	3/4	9,334	1-3/4	12,633	2
4,908	1-1/4	9,800	1-1/2	12,755	1-1/4
5,412	1-1/4	10,010	1-1/2	12,971	1/4
5,905	1-1/4	10,988	1-1/4	13,350	1/4
6,377	1-3/4	11,558	3/4		
6,511	1-1/2	11,800	3/4		
6,792	1-3/4	12,249	1-1/4		
7,075	2-1/2	12,264	1-1/2 N60E		

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 25th day of May 1988


Notary Public

My commission expires: August, 1989