

20-025-2112

INCLINATION REPORT

OPERATOR: MERIDIAN OIL INC.

ADDRESS: 21 DESTA DRIVE
MIDLAND, TX 79705

LEASE NAME: FEDERAL "AW"

WELL: #3

FIELD: _____

LOCATION: Lea County, New Mexico

660/8 + 330/E 26-19-32

Measured Depth	Course Length	Angle of Inc.	Displacement Per 100 ft.	Course Displacement	Accumulative Displacement
431	431	0.50	0.87	3.7497	3.7497
918	487	0.50	0.87	4.2369	7.9866
1411	493	0.25	0.44	2.1692	10.1558
1910	499	1.50	2.62	13.0738	23.2296
2437	527	3.00	5.23	27.5621	50.7917
2559	122	4.00	6.98	8.5156	59.3073
2661	102	3.75	6.54	6.6708	65.9781
2755	94	4.00	6.98	6.5612	72.5393
2809	54	4.00	6.98	3.7692	76.3085
2881	72	4.00	6.98	5.0256	81.3341
2924	43	3.50	6.10	2.6230	83.9571
3006	82	4.00	6.98	5.7236	89.6807
3070	64	4.25	7.41	4.7424	94.4231
3133	63	4.25	7.41	4.6683	99.0914
3193	60	3.75	6.54	3.9240	103.0154
4072	879	1.75	3.05	26.8095	129.8249
4688	616	4.25	7.41	45.6456	175.4705
4782	94	4.25	7.41	6.9654	182.4359
4847	65	3.75	6.54	4.2510	186.6869
5000	153	3.25	5.67	8.6751	195.3620
5096	96	2.75	4.80	4.6080	199.9700
5220	124	3.00	5.23	6.4852	206.4552
5345	125	2.50	4.36	5.4500	211.9052

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

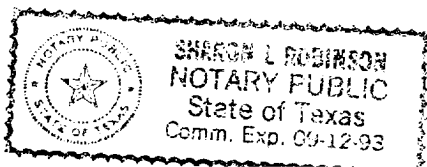
Cathy Pearce
TITLE: DRILLING SECRETARY

AFFIDAVIT:

Before me, the undersigned authority, appeared Cathy Pearce known to me to be the person whose name is subscribed hereabove, who, on making deposition, under oath states that she is acting for and in behalf of the Operator of the well identified above, and that to the best of her knowledge and belief such well was not intentionally deviated from the true vertical whatsoever.

Rebecca Edwards
AFFIANT'S SIGNATURE

Sworn and subscribed to in my presence on this 17 day of April, 1991.



Sharon L. Robinson
Notary Public in and for the
County of Midland, State of Texas.