

INCLINATION REPORT

Field Name _____ County Lea State New Mexico
 Operator Texas Oil & Gas Corporation Address Drawer 591 Midland, Texas 79701
 Lease Name & No. Scharb # 2 State Well No. 1 Survey Potco

RECORD OF INCLINATION

Depth (feet)	Angle of Inclination (degrees)	Displacement (feet)	Accumulative Displacement (feet)
10,392	1/4		
10,580	1/2	1.64	1.64
11,561	1 1/2	25.70	27.34
12,390	1/2	7.30	34.64
12,572	3/4	2.38	37.02
12,661	3/4	1.17	38.19
12,821	1	2.00	40.99
12,911	1	1.58	42.57
13,160	1/4	1.10	43.67
13,321	ZERO	ZERO	43.67
13,723	3/4	5.27	48.94
13,750	1/2	.24	49.18
Total displacement			<u>49.18</u>

Survey was run in Open Hole Distance to the nearest lease land 660 feet

Certification of personal knowledge of Inclination Data:

I hereby certify that I have personal knowledge of the data and facts placed on this form, and that such information given above is true and complete.

Delton Marcum
 Signature

MARCUM DRILLING COMPANY
 Company

State of Texas }
 County of Midland }

Before me, the undersigned, a Notary Public in and for said County and State, on this day personally appeared DELTON MARCUM, known to me to be the person whose name is subscribed to the foregoing instrument, and acknowledged to me that he executed the same for the purpose and consideration therein expressed and in the capacity therein stated.

GIVEN UNDER MY HAND AND SEAL OF OFFICE THIS 26th day of December 19 73

My Commission Expires

6-1-75

Edw. F. Meyers
 Notary Public in and for said County and State