

OPERATOR: Terra Resources, Inc.
ADDRESS: Ste 500 West, 10 Desta Drive
Midland, Texas 79705

WELL NAME: State ~~W~~ *DL* #1-G
LOCATION: 2310' FNL, 2310' FEL, Sec 16, T17S, R36E
COUNTY/STATE: Lea County, NM

RECORD OF INCLINATION

MEASURED DEPTH (feet)	COURSE LENGTH	ANGLE OF INCLINATION (Degrees)	DISPLACEMENT PER HUNDRED FEET (Sine of Angle X100)	COURSE DISPLACEMENT (feet)	ACCUMULATIVE DISPLACEMENT (feet)
236	236	0.25	0.44	1.03	1.03
863	627	0.75	1.31	8.23	9.26
1232	369	0.75	1.31	4.84	14.11
1635	403	0.75	1.31	5.29	19.39
2044	409	0.75	1.31	5.37	24.76
2417	373	1.00	1.75	6.53	31.29
2847	430	1.25	2.19	9.41	40.70
3304	457	1.50	2.63	12.00	52.69
3488	184	1.50	2.63	4.83	57.52
3643	155	1.00	1.75	2.71	60.24
3829	186	1.00	1.75	3.26	63.49
4076	247	1.25	2.19	5.40	68.89
4340	264	0.50	0.88	2.31	71.20
4675	335	1.25	2.19	7.33	78.53
4792	117	1.75	3.06	3.58	82.11
4880	88	1.50	2.63	2.31	84.42
5008	128	1.25	2.19	2.80	87.22
5192	184	1.00	1.75	3.22	90.44
5440	248	1.25	2.19	5.43	95.87
5657	217	1.25	2.19	4.75	100.62
5812	155	1.75	3.06	4.75	105.36
6149	337	1.50	2.63	8.85	114.21
6490	341	1.00	1.75	5.97	120.18
6895	405	1.25	2.19	8.86	129.04
7240	345	1.00	1.75	6.04	135.07
7582	342	1.00	1.75	5.99	141.06
7988	406	1.75	3.06	12.43	153.49
8141	153	1.50	2.63	4.02	157.51
8426	285	0.75	1.31	3.74	161.25
8673	252	1.75	3.06	7.72	168.97
8737	59	1.25	2.19	1.29	170.26
8960	223	1.00	1.75	3.90	174.16
9357	397	2.00	3.50	13.90	188.06
9500	143	2.50	4.38	6.26	194.31

Accumulative total displacement at well bore at total depth of 9,500 feet = 194.31 feet.
Inclination measurements were made in - Tubing Casing Open Hole X Drill Pipe.
At No time was the subject well intentionally deviated from the vertical in any manner whatsoever.

INCLINATION DATA CERTIFICATION

I declare that I am authorized to make this certification, that I have personal knowledge of the inclination data and facts placed on this form and that such data and facts are true, correct, and complete to the best of my knowledge.

SEAL

M. D. Mosley
Signature of Authorized Representative
M. D. Mosley, Vice President, Drilling Operations
Name of Person and Title
TOT DRILLING CORPORATION
Name of Company
Telephone: (915) 367-7361 or (915) 563-1948

Subscribed and sworn before me this
24th Day of November, 1987.
Charles A. Knight
Notary Public for the State of Texas
My commission expires 06/10/89