

# INCLINATION REPORT

OPERATOR Penroc Oil Corporation ADDRESS Drawer 831, Midland, Texas 79702  
 LEASE NAME CSO Federal WELL NO. 2 FIELD \_\_\_\_\_  
 LOCATION Section 20, T-22S, R-36E, Lea County, New Mexico

DEPTH	ANGLE INCLINATION DEGREES	DISPLACEMENT	DISPLACEMENT ACCUMULATED
425	3/4	5.5675	5.5675
925	1	8.7500	14.3175
1354	1	7.5075	21.8250
1501	1	2.5725	24.3975
1835	1	5.8450	30.2425
2335	1	8.7500	38.9925
2785	1 1/4	9.8100	48.8025
3523	1 1/4	16.0884	64.8909
4000	1 1/2	12.4974	77.3883

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

John Ayers

TITLE John Ayers, Office Manager

## AFFIDAVIT:

Before me, the undersigned authority, appeared John Ayers  
 known to me to be the person whose name is subscribed herebelow, who, on making  
 deposition, under oath states that he is acting for and in behalf of the operator  
 of the well identified above, and that to the best of his knowledge and belief such  
 well was not intentionally deviated from the true vertical whatsoever.

John Ayers

AFFIANT'S SIGNATURE

Sworn and subscribed to in my presence on this the 14th day of November, 198

MY COMMISSION EXPIRES MARCH 1, 1980

SEAL

James L. Miquel  
 Notary Public in and for the County  
 of Lea, State of New Mexico