



# Patterson Drilling Company

410 N. Loraine Street — (915) 682-9401  
Midland, Texas 79701

July 6, 1999

Capataz Operating, Inc.  
P O Box 10549  
Midland, TX 79702

RE: Inclination Report  
#1 Kool  
Sec 14; T-20-S; R-38-E

Unit B 660' + 1650' / e  
30-025-34642

Gentlemen:

The following is an inclination survey on the above referenced well located in Lea County, New Mexico:

|              |              |
|--------------|--------------|
| 298' - 0.50  | 3953' - 0.75 |
| 635' - 0.75  | 4360' - 0.75 |
| 1125' - 0.50 | 4763' - 0.50 |
| 1617' - 0.50 | 5136' - 0.75 |
| 1840' - 0.25 | 5573' - 0.50 |
| 2087' - 0.50 | 6096' - 0.50 |
| 2334' - 1.00 | 6539' - 0.75 |
| 2487' - 1.50 | 7007' - 1.25 |
| 2672' - 1.50 | 7192' - 1.50 |
| 2862' - 1.50 | 7381' - 1.75 |
| 3143' - 1.25 | 7760' - 1.25 |
| 3547' - 0.75 |              |

Sincerely,

*Rebecca Edwards*

Rebecca A. Edwards  
Administrative Assistant

STATE OF TEXAS           )  
                                          )  
COUNTY OF MIDLAND    )

The foregoing was acknowledged before me this 6<sup>th</sup> day of July, 1999 by Rebecca A. Edwards.

MY COMMISSION EXPIRES:

*Treva Forrester*  
\_\_\_\_\_  
NOTARY PUBLIC

