INCLINATION REPORT

OPERATOR Y	ATES PETROLEUM CORP.	ADDRESS 207 S. 4TH ARTESIA, N. M. 882
LEASE NAME_	LE MAY ADA ST.	WELL NO. #1 FIELD
LOCATION	S7, T21 5 , R34E	LEA COUNTY, NEW MEXICO

DEPTH	ANGLE INCLINATION DEGREES	DISPLACEMENT	DISPLACEMENT ACCUMULATED
475	1/4	0.44	2.0900
973	1/2	0.87	6.4226
1132	1/2	0.87	7.8059
1523	3/4	1.31.	12.9280
1582	1/2	0.87	13.4413
1725	1/2	0.87	14.6854
2217	1/2	0.87	18.9658
2532	1/2	0.87	21.7063
3060	1	1.75	30.9463
3561	1	1.75	39.7138
3835	1	1.75	44.5088

I hereby certify that the above data as set forth is true and correct to the best of my knowledge and belief.

TITLE Nanci Jenkins/Drilling Secretary

AFF IDAVIT:

Before me, the undersigned authority, appeared NANCI JENKINS
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.

AFFIANT'S SIGNATURE

Sworn and subscribed to in my presence on this the____

_day of _ NOC

19/

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GARLIN R. TAYLOR
Notary Public, State of Texas
My Commission Expires: 7-5-89

Notary Public in and for the County of Midland, State of Texas

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O.C.D. HOBBS OFFICE