



Patterson Drilling Company

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

August 5, 1998

Mr. Dave Talbott
Apache Corporation
2000 Post Oak Blvd, Ste 100
Houston, TX 77056

RE: Inclination Report
NEDU #516
Sec 10; T-21-S; R-37-E

Unit 7
1300/S 315/E
30-025-34437

Gentlemen:

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

266' - 0.25	3070' - 0.50
633' - 0.75	3350' - 0.25
993' - 0.25	3845' - 0.50
1315' - 0.75	4330' - 0.50
1586' - 0.75	4798' - 0.50
1867' - 1.00	5267' - 0.50
2175' - 1.00	5732' - 0.50
2458' - 1.50	6228' - 0.75
2739' - 1.00	6800' - 0.50

Sincerely,

Rebecca Edwards

Rebecca A. Edwards
Administrative Assistant

STATE OF TEXAS)
)
COUNTY OF MIDLAND)

The foregoing was acknowledged before me this 5th day of August, 1998 by Rebecca A. Edwards.

MY COMMISSION EXPIRES:

Treva Forrester

NOTARY PUBLIC

