

INCLINATION REPORT

OPERATOR: Millard Deck  
P. O. Box 409  
Eunice, New Mexico 88231

LEASE NAME & NO: Hugh Well No. 12

LOCATION:

| <u>DEPTH (feet)</u> | <u>INCLINATION (degrees)</u> |
|---------------------|------------------------------|
| 300                 | 1/2                          |
| 830                 | 3/4                          |
| 1346                | 3/4                          |
| 1705                | 3/4                          |
| 2064                | 3/4                          |
| 2514                | 1/2                          |
| 2725                | 3/4                          |
| 3237                | 3/4                          |
| 3590                | 3/4                          |
| 3688                | 3/4                          |

I, C. B. Leatherwood, President of Leatherwood Drilling Company, being first duly sworn on oath state that I have knowledge of the facts and matter stated herein and that the same are true and correct.

C. B. Leatherwood  
C. B. Leatherwood

SUBSCRIBED AND SWORN TO before me this 23rd day of December, 1968.

Peggy Hunter  
Peggy Hunter, Notary Public in and for  
Winkler County, Texas.

(SEAL)