INCLINATION REPORT

OPERATOR: The Wiser Oil Company P. O. Box 2467 Hobbs, New Maxico 88240

LEASE NAME & NO: Downs B Well No. 3

LOCATION: NW/4 of NW/4, Sec. 5, T-22-S, R-37-E, Lea County, New Mexico

| DEPTH | INCLINATION |
|--------------|-------------|
| 425 | 1/2 |
| 850 | 1/4 |
| 1247 | 1/2 |
| 1591 | 1 |
| 1811 | 3/4 |
| 2062 | 3/4 |
| 2308 | 3/4 |
| 2559 | 3/4 |
| 2800 | 1 |
| 3065 | 1 |
| 3377 | 1/2 |
| 3649 | 1 |
| 4120 | 1 |
| 4570 | 1 |
| 5 050 | 2 1/4 |
| 5426 | 2 |
| 5860 | 1 1/4 |
| 6135 | 1 3/4 |
| 6540 | 1 1/2 |
| 6704 | 1 1/2 |

I, E. P. Leatherwood, representing Leatherwood Drilling Company, being first duly sworn on oath state that I have knowledge of the facts and matter herein set forth and that the same are true and correct.

El Jeathinger

SUBSCRIBED AND SWORN TO before me this 24th day of January, 1975.

Notary Public, Winkler County, Texas

(Seal)