

**STATE OF NEW MEXICO
OIL AND GAS DIVISION**

INCLINATION REPORT

FIELD NAME	LEASE NAME BLUE QUAIL FED	WELL NUMBER #2	Unit m
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OPERATOR MYCO INDUSTRIES, INC.	COUNTY LEA NM
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ADDRESS PO BOX 840, CORNER OF 4TH & MAIN, ARTESIA NM 88210-0840
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LOCATION 660/S & 660/W

7-23s-32e
30-025-35047

RECORD OF INCLINATION

MEASURED DEPTH FEET	COURSE LENGTH HUNDREDS OF FEET	ANGLE OF INCLINATION DEGREE	DISPLACEMENT PER HUNDRED FEET	COURSE DISPLACEMENT FEET	ACCUMULATIVE DISPLACEMENT
500	5.00	0.75	1.31	6.54	6.54
862	3.62	2.00	3.49	12.63	19.18
975	1.13	4.00	6.98	7.88	27.06
1151	1.76	2.50	4.36	7.68	34.74
1264	1.13	2.25	3.93	4.44	39.17
1388	1.24	2.25	3.93	4.87	44.04
1645	2.57	1.00	1.75	4.49	48.53
1896	2.51	1.25	2.18	5.48	54.00
2140	2.44	1.25	2.18	5.32	59.33
2383	2.43	0.75	1.31	3.18	62.51
2633	2.50	0.75	1.31	3.27	65.78
2890	2.57	0.75	1.31	3.36	69.14
3130	2.40	0.75	1.31	3.14	72.28
3380	2.50	1.50	2.62	6.54	78.83
3514	1.34	0.75	1.31	1.75	80.58
3764	2.50	2.00	3.49	8.72	89.31
3858	0.94	4.00	6.98	6.56	95.87
3952	0.94	2.50	4.36	4.10	99.97
4046	0.94	2.25	3.93	3.69	103.66
4140	0.94	2.25	3.93	3.69	107.35
4225	0.85	3.00	5.23	4.45	111.79
4288	0.63	3.00	5.23	3.30	115.09
4358	0.70	2.50	4.36	3.05	118.15
4445	0.87	0.75	1.31	1.14	119.28
4625	1.80	0.75	1.31	2.36	121.64
5125	5.00	1.00	1.75	8.73	130.37
5622	4.97	0.75	1.31	6.51	136.87
6119	4.97	1.00	1.75	8.67	145.55
6619	5.00	1.00	1.75	8.73	154.27
7118	4.99	1.00	1.75	8.71	162.98
7619	5.01	0.75	1.31	6.56	169.54
8121	5.02	1.00	1.75	8.76	178.30
8655	5.34	1.00	1.75	9.32	187.62
8742	0.87	1.50	2.62	2.28	189.90
9220	4.78	1.75	3.05	14.60	204.49
9400	1.80	2.75	4.80	8.64	213.13
	-94.00		0.00	0.00	213.13
	0.00		0.00	0.00	213.13
	0.00		0.00	0.00	213.13
	0.00		0.00	0.00	213.13
	0.00		0.00	0.00	213.13

INCLINATION REPORT

LOCATION

SIGNATURE OF AUTHORIZED REPRESENTATIVE 	NAME OF COMPANY KEY ENERGY DRILLING, INC.
NAME OF PERSON AND TITLE CHOYR GILBERT - CONTRACT MANAGER	TELEPHONE NUMBER (915) 570-0494