



KEY ENERGY DRILLING, INC.
P.O. Box 1295
Midland, Texas 79702
Phone 915-570-0494
Fax 915-570-0465

To Whom It May Concern:

RE: STATE OF NEW MEXICO
OIL AND GAS DIVISION
INCLINATION REPORT

Lease Name: SHARBRO FEDERAL
Well Number: #8
County/State: LEA NM
Operator: MYCO INDUSTRIES, INC.
Address: PO BOX 840
Address: ARTESIA, NM 88210-0840
Location:

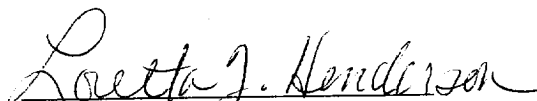
D-7-235-32e
990/W & 710/W
30-025-35154

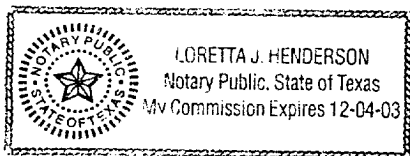
I, **CHOYR GILBERT**, Contract Manager for Key Energy Drilling, Inc., PO Box 1295, Midland, TX 79702, declare that I am authorized to make this certification, that I have personal knowledge of the inclination data and facts placed on this form and that such data and facts are true, correct, and complete to the best of my knowledge.

Sworn to and Subscribed Before Me by the said


CHOYR GILBERT
Contract Manager

This the 5TH day of JANUARY, 2000


Signature of Notary Public
In and for the State of Texas



LORETTA J. HENDERSON
Print Name of Notary Public

STATE OF NEW MEXICO
OIL AND GAS DIVISION

INCLINATION REPORT

FIELD NAME	LEASE NAME SHARBRO FEDERAL	WELL NUMBER 8
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OPERATOR MYCO INDUSTRIES, INC	COUNTY LEA
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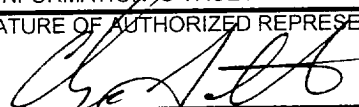
ADDRESS 311 WEST MAIN, SUITE C, ARTESIA, NM 88211-9840
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LOCATION

RECORD OF INCLINATION

MEASURED DEPTH FEET	COURSE LENGTH HUNDREDS OF FEET	ANGLE OF INCLINATION DEGREE	DISPLACEMENT PER HUNDRED FEET	COURSE DISPLACEMENT FEET	ACCUMULATIVE DISPLACEMENT
498	4.98	1.00	1.75	8.69	8.69
852	3.54	1.00	1.75	6.18	14.87
923	0.71	1.00	1.75	1.24	16.11
1408	4.85	0.75	1.31	6.35	22.46
1906	4.98	0.75	1.31	6.52	28.98
2431	5.25	0.75	1.31	6.87	35.85
2926	4.95	1.00	1.75	8.64	44.49
3423	4.97	1.25	2.18	10.84	55.33
3824	4.01	1.75	3.05	12.25	67.57
3919	0.95	3.00	5.23	4.97	72.55
3948	0.29	2.00	3.49	1.01	73.56
4069	1.21	2.75	4.80	5.81	79.36
4171	1.02	2.75	4.80	4.89	84.26
4289	1.18	2.75	4.80	5.66	89.92
4355	0.66	2.50	4.36	2.88	92.80
4502	1.47	1.50	2.62	3.85	96.65
5000	4.98	0.50	0.87	4.35	100.99
6058	10.58	0.75	1.31	13.85	114.84
6525	4.67	0.50	0.87	4.08	118.92
7024	4.99	1.00	1.75	8.71	127.62
7523	4.99	0.75	1.31	6.53	134.16
8030	5.07	1.25	2.18	11.06	145.22
8560	5.30	1.25	2.18	11.56	156.78
	-85.60		0.00	0.00	156.78
	0.00		0.00	0.00	156.78
	0.00		0.00	0.00	156.78
	0.00		0.00	0.00	156.78
	0.00		0.00	0.00	156.78
	0.00		0.00	0.00	156.78
	0.00		0.00	0.00	156.78
	0.00		0.00	0.00	156.78
	0.00		0.00	0.00	156.78
	0.00		0.00	0.00	156.78
	0.00		0.00	0.00	156.78
	0.00		0.00	0.00	156.78

THIS INFORMATION IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE.

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