

INCLINATION REPORT

OPERATOR Continental Oil Co. ADDRESS P.O. Box 400 Hobbs, N.M. 88240
 LEASE North LI Bar Unit WELL NO. 00 FIELD
 LOCATION Sec. 16, T-26S, R-5E

Depth	Angle Inclination (degrees)	Displacement	Displacement Accumulated
238	1/4	1.0472	1.0472
650	3/4	5.3972	6.4444
884	1	4.0950	10.5394
1105	1 1/4	3.8675	14.4069
1355	1 1/2	5.4500	19.8569
1604	1 1/2	6.5235	26.3804
1854	1 1/4	6.5500	32.9304
2105	1 1/2	5.4715	38.4019
2355	1 1/4	6.5500	44.9519
2605	1 1/4	7.5235	52.4754
2826	1 1/4	8.5000	60.9754
3070	1 1/2	1.9134	62.8888
3107	1 1/4	13.4373	76.3261
3355	1 1/2	14.0516	90.3777
3570	1 1/2	1.5040	91.8817
3594	2	2.1900	94.0717
3603	2 1/4	2.8242	96.8959
3750	2 3/4	2.5120	99.4079
4015	3 1/4	2.1750	101.5829
4066	2 3/4	4.4535	106.0364
4161	3	2.9240	108.9604
4316	3	4.5585	113.5189
4360	2 3/4	6.1065	119.6254
4600	1	2.1120	121.7374
4665	1	4.2000	125.9374
		1.1375	127.0749

I hereby certify that the above data as set forth is true and correct to the best of my knowledge and belief.

Cactus Drilling Company

Ken Hedrick

Title: Ken Hedrick, Drilling Superintendent

Affidavit:

Before me, the undersigned authority, appeared Ken Hedrick known to me to be the person whose name is subscribed herebelow, who, on making deposition, under oath states that he is acting for and in behalf of the operator of the well identified above, and that to the best of his knowledge and belief such well was not intentionally deviated from the true vertical whatsoever.

Ken Hedrick
(Affiant's Signature)

Sworn and subscribed to in my presence on this the 5th day of January 1977.

James L. Myrick
Notary Public in and for the State of New Mexico