

INCLINATION REPORT

OPERATOR Continental Oil Company ADDRESS P.O. Box 460, Hobbs, New Mexico 88240LEASE NAME "Vaughn B-1 #7" WELL NO. 7 FIELD LOCATION Section 1, T-24S, R-36E, Lea County, New Mexico

DEPTH	ANGLE INCLINATION DEGREES	DISPLACEMENT	DISPLACEMENT ACCUMULATED
238	1/4	1.0472	1.0472
460	1/4	.9768	2.0240
709	1/2	2.1663	4.1903
959	1/4	1.1000	5.2903
1210	1/4	1.1044	6.3947
1437	1/4	.9988	7.3935
1687	1/2	2.1750	9.5685
1935	1/2	2.1576	11.7261
2183	3/4	2.1576	13.8837
2431	1	4.3400	18.2237
2680	1	4.3575	22.5812
3354	1 1/4	14.6932	37.2744
3650	1 1/2	7.7552	45.0296
3680	1 1/4	.6540	45.6836
3695	1 1/4	.3270	46.0106

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

Garlin Taylor
 TITLE Garlin Taylor, Admn. Asst.

AFFIDAVIT:

Before me, the undersigned authority, appeared Garlin Taylor 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.

Garlin Taylor
 AFFIANT'S SIGNATURE

Sworn and subscribed to in my presence on this the 23rd day of September, 1977

MY COMMISSION EXPIRES MARCH 1, 1980

SEAL

James L. Mijich
 Notary Public in and for the County
 of Lea, State of New Mexico

DEFERRED

CL 67
HOBBS, H. M.