

INCLINATION REPORT

OPERATOR Maralo Incorporated ADDRESS PO Box 832, Midland, Texas 79702
 LEASE NAME Maralo 16 State WELL NO. 2 FIELD _____
 LOCATION Section 16, t-26S, R-36E, Lea County, New Mexico

DEPTH	ANGLE INCLINATION DEGREES	DISPLACEMENT	DISPLACEMENT ACCUMULATED
502	3/4	6.5762	6.5762
961	3/4	6.0129	12.5891
1403	3/4	5.7902	18.3793
1700	1 3/4	9.0585	27.4378
1850	1	2.6250	30.0628
2044	2 3/4	9.3120	39.3748
2105	2 1/2	2.6596	42.0344
2320	1 3/4	6.5575	48.5919
2474	2	5.3746	53.9665
2628	1 3/4	4.6970	58.6635
2715	2 1/4	3.4191	62.0826
3060	2 1/4	13.5585	75.6411
3291	2	8.0619	83.7030
3770	1 1/4	10.4422	94.1452

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

John Ayers

TITLE John Ayers, Office Manager

AFFIDAVIT:

Before me, the undersigned authority, appeared John Ayers
 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.

John Ayers

AFFIANT'S SIGNATURE

Sworn and subscribed to in my presence on this the 23rd day of February, 19 80

Leslie B. Taylor
 Notary Public in and for the County
 of Lea, State of New Mexico

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