INCLINATION REPORT

OPERATOR: John Yuronka 120 C Central Bldg. Midland, Texas 79701

LEASE NAME & NO: State "W" Well No. 3

LOCATION: Sec. 36, T-24-S, R-36-E, Lea County, New Mexico

DEPTH INCLINATION

368	1/4
850	1/4
1255	3/4
1474	3/4
1977	1/2
2426	1
2781	2 3/4
3214	1 3/4

I, E. P. Leatherwood, President of Leatherwood Drilling Company, being first duly sworn on oath state that I have knowledge of the facts and matter herein set forth and that the same are true and correct.

C. H. Hatting

SUBSCRIBED AND SWORN TO BEFORE ME this 21st day of June, 1974.

Notary Public, Winkler County, Texas

(Seal)