

OKal

PALMER OIL COMPANY

P.O. BOX 2564
BILLINGS, MONTANA 59103
(406) 248-3151

September 21, 1976

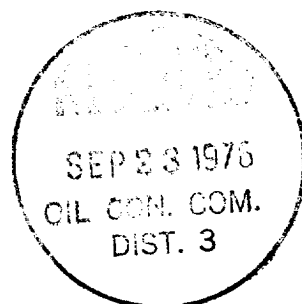
New Mexico Oil Conservation Commission
1000 Rio Brazos Road
Aztec, New Mexico 87401

Attention: Mr. A. R. Kendrick
Supervisor, District 3

Gentlemen:

Palmer Oil Company recently completed the drilling of the State 16-1, located in the SW $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 16, Township 26 North, Range 8 West, San Juan County, New Mexico. Tabulated below are the deviation surveys taken during the drilling operation:

<u>Depth-Feet</u>	<u>Deviation-Degrees</u>
313	1-1/4
833	1-3/4
1333	2-1/4
1735	5-1/4
2081	4
2574	2-1/2
2855	1-1/2
3691	1/2
3972	1
4410	3/4
4855	1
5255	1/2
6102	3/4
6611	2
6799	3/4



I hereby certify that the above are correct.

Signed: Harold W. Elledge

Harold W. Elledge
Petroleum Engineer

Subscribed and sworn to before me this 21st day of September, 1976.

My Commission Expires:
April 2, 1977

Cedee E. Howell
Notary Public for the State of Montana,
County of Yellowstone.