

WELL NAME AND NUMBER Ocotillo Hills No. 1

LOCATION 1650/N&W Section 21, T21S, R26E, Eddy County, New Mexico
(New Mexico give U.S.T&R: Texas give S, BLK, SURV. and TWP)

OPERATOR Hanagan Petroleum Corporation

DRILLING CONTRACTOR MORANCO

The undersigned hereby certifies that he is an authorized representative of the drilling contractor who drilled the above-described well and that he has conducted deviation tests and obtained the following results:

| Degrees and Depth | Degrees and Depth | Degrees and Depth | Degrees and Depth |
|-------------------|-------------------|-------------------|-------------------|
| 1 1/4 250 | 2 1/2 4017 | 1 1/4 9488 | |
| 1 350 | 2 4510 | 1 1/4 9661 | |
| 1 603 | 2 5010 | 1 1/4 10,061 | |
| 1 1/2 791 | 2 5556 | 1 10,369 | |
| 2 972 | 3/4 6089 | 1 1/4 10,588 | |
| 2 1/4 1452 | 3/4 6308 | 1 3/4 10,992 | |
| 3 1843 | 1 6800 | 1 1/4 11,158 | |
| 2 3/4 2255 | 3/4 7300 | | |
| 1 1/2 2600 | 3/4 7775 | | |
| 1 1/4 2830 | 3/4 8292 | | |
| 1 3014 | 1 8800 | | |
| 1 1/2 3505 | 3/4 8969 | | |

RECEIVED

JUN 13 1974

O. C. C.
ARTESIA, OFFICE

Drilling Contractor MORANCO

By K. D. McPeters
K. D. McPeters, Vice President

Subscribed and sworn to before me this 4th day of June 19 74

My Commission expires:

April 1, 1978

Samuel L. Lanning
Notary Public
Lea County, New Mexico