

WELL NAME AND NUMBER Indian Basin Prospect #1 RECEIVED
 LOCATION Section 8, T-21S, R-23E, Eddy County, New Mexico
 (New Mexico give U.S.T.&R. - Texas give S, BLK, SURV., and TWP)
 OPERATOR Santa Fe Exploration JUL 14 10 53 AM '89
 DRILLING CONTRACTOR MORANCO Drilling, Inc. RECEIVED

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
<u>1/4 80</u>	<u>3 3/4 4190</u>	<u>2 1/2 5397</u>	<u>1 3/4 8225</u>
<u>1/4 227</u>	<u>3 3/4 4323</u>	<u>2 3/4 5522</u>	<u>1 8721</u>
<u>3/4 626</u>	<u>4 1/4 4406</u>	<u>2 1/4 5640</u>	<u>1 1/4 9127</u>
<u>3/4 904</u>	<u>3 1/4 4468</u>	<u>1 3/4 6013</u>	<u>2 3/4 9253</u>
<u>3/4 1290</u>	<u>3 3/4 4560</u>	<u>1 1/2 6171</u>	
<u>1 1675</u>	<u>4 1/4 4687</u>	<u>3/4 6420</u>	
<u>1 1/4 2169</u>	<u>4 4779</u>	<u>1 3/4 6670</u>	
<u>1 1/2 2603</u>	<u>4 4843</u>	<u>1 6765</u>	
<u>3/4 3080</u>	<u>3 1/4 4979</u>	<u>1 1/2 7000</u>	
<u>1 3539</u>	<u>3 1/2 5059</u>	<u>2 7359</u>	
<u>1 3/4 4005</u>	<u>3 5183</u>	<u>1 3/4 7604</u>	
<u>3 4101</u>	<u>2 3/4 5275</u>	<u>2 1/4 8092</u>	

Drilling Contractor MORANCO Drilling, Inc.

By Wiley Gilmore
 Wiley Gilmore, Marketing Manager

Subscribed and sworn to before me this 11th day of July 19 89

My Commission expires:

September 13, 1992

Virginia G. Perry
 Notary Public
 Lea County, New Mexico