PALMER OIL COMPANY

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

October 11, 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 Federal 1 No. 1, located in the NE4SE4 Section 1, Township 31 North, Range 13 West, San Juan County, New Mexico. Tabulated below are the deviation surveys taken during the drilling operations:

<u>Depth-Feet</u>	<u>Deviation-Degrees</u>	
323 833 1332 1835 2210 2710 2920 3353 3916 4478 4971 5500 6017 6491	3/4 2 2-1/4 2 2-1/4 2 1-1/2 3/4 1-1/2 3/4 3/4 3/4 1-1/2 1	OCT 15 1976 OIL CON. COM. OIL CON. 3

I hereby certify that the above are correct.

Signed:

Harold W. Elledge

Petroleum Engineer

Subscribed and sworn to before me this 11th day of October, 1976.

My Commission Expires: April 2, 1977

Notary Public for the State of Montana, County of Yellowstone