

Skelly Unit #500

LOCATION  
LEASE & WELL

*Dist. 18*  
Sec 22, 17S, 31E Eddy County, New Mexico  
(Give Unit, Section, Township and Range)

OPERATOR

Texaco E & P P. O. Box 46510 Denver, CO. 80201

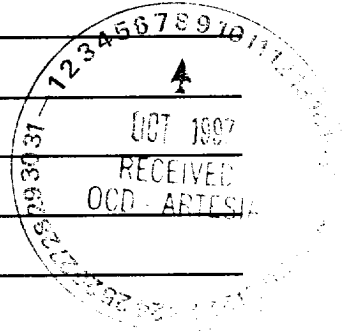
DRILLING CONTRACTOR

NABORS DRILLING USA, INC.

TEXACO E & P INC.  
205 E. BENDER BLVD.  
HOBBS, NM 88240

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 @ DEPTH		DEGREES @ DEPTH		DEGREES @ DEPTH		DEGREES @ DEPTH	
1/2	256	2	4410	3/4	7597		
3/4	605	1 1/4	4698	1 3/4	8000		
1/2	821	2	5175				
1	1276	2 1/4	5697				
1 3/4	1617	4 1/2	6137				
2	1810	5	6234				
1 1/2	1939	4 1/2	6328				
1 1/2	2035	4 1/4	6457				
2	2516	4 1/4	6559				
3 1/4	2966	3 3/4	6655				
2 3/4	3223	4	6752				
2 1/2	3425	3 1/4	6789				
2 1/4	3680	3	6880				
2 1/2	3928	2 3/4	7073				
2 1/2	4153	1 1/4	7337				



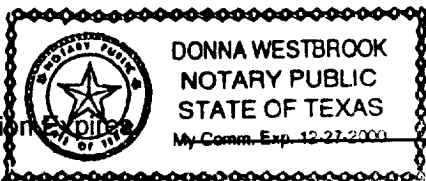
Drilling Contractor

Nabors Drilling USA, Inc.

By

*Jimmy Streud*  
Jimmy Streud

Subscribed and sworn to before me this 24 day of April, 1997



My Commission Expires

*Donna Westbrook*  
Notary Public

MIDLAND

County

TEXAS