

I hereby certify that the information shown on both sides of this form is true and complete to the best of my knowledge and belief.

SIGNED Ralph Nix, Jr. TITLE Ralph Nix, Jr. DATE 12/2/82

RECEIVED

DEC 7 1982

WELL NAME AND NUMBER MERRIL #2

LOCATION DAUTON FIELD, EDDY COUNTY, NEW MEXICO

OPERATOR RALPH NIX OIL COMPANY

DRILLING CONTRACTOR SALAZAR BROS. DRILLING, INC.

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

Degrees @ Depth

1/2° @ 500'1/2° @ 925'3/4° @ 1500'3/4° @ 1925'1° @ 2510'1° @ 2975'1 1/4° @ 3560'

Degrees @ Depth

1 1/4° @ 3900 ft T.D.

Degrees @ Depth

Drilling Contractor SALAZAR BROS. DRILLING, INC.By: Ralph H. HughesTitle: Secretary Treasurer

Subscribed and sworn to before me this 27th day of September, 1982

Rita Phagan
Notary Public

My Commission Expires:

____ County _____



OFFICIAL SEAL

RITA S. PHAGAN

NOTARY PUBLIC - NEW MEXICO

Notary Bond Filed with Secretary of State

My Commission Expires 2/19/85