

N. M. G. C. C. COPY

WELL NAME AND NUMBER Preston Federal Well No. 1

LOCATION 850' FWL & 1900 FSL, Sec. 35, T-20-S, R-24-E, Eddy Co., N.M.  
(New Mexico give U,S,T & R; Texas give S,Blk.,Sur.& Twp.when required)

OPERATOR Roger C. Hanks

DRILLING CONTRACTOR Sharp Drilling Company

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:

<u>Degrees @ Depth</u>	<u>Degrees @ Depth</u>	<u>Degrees @ Depth</u>	<u>Degrees @ Depth</u>
<u>1 @ 274'</u>	<u>2-3/4 @ 5,596'</u>	<u>                    </u>	<u>                    </u>
<u>1/2 @ 481'</u>	<u>4-3/4 @ 6,080'</u>	<u>                    </u>	<u>                    </u>
<u>1/2 @ 1,127'</u>	<u>4-3/4 @ 6,127'</u>	<u>                    </u>	<u>                    </u>
<u>3/4 @ 1,587'</u>	<u>4-3/4 @ 6,230'</u>	<u>                    </u>	<u>                    </u>
<u>1 @ 1,991'</u>	<u>4-3/4 @ 6,500'</u>	<u>                    </u>	<u>                    </u>
<u>1/4 @ 2,518'</u>	<u>2-1/2 @ 7,155'</u>	<u>                    </u>	<u>                    </u>
<u>3/4 @ 3,013'</u>	<u>2 @ 7,455'</u>	<u>                    </u>	<u>                    </u>
<u>3/4 @ 3,508'</u>	<u>2 @ 7,760'</u>	<u>                    </u>	<u>                    </u>
<u>1-1/4 @ 3,942'</u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<u>1-1/2 @ 4,240'</u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<u>2-1/4 @ 4,609'</u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<u>2-1/2 @ 4,820'</u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<u>2-1/2 @ 5,050'</u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<u>3 @ 5,350'</u>	<u>                    </u>	<u>                    </u>	<u>                    </u>

RECORDED  
MAR 23 1971  
B. H. GREGG & SONS  
ATTORNEYS AT LAW  
DALLAS, TEXAS

Drilling Contractor SHARP DRILLING COMPANY

By [Signature]  
D. H. GREGG, JR.

Subscribed and sworn to before me this 8th day of January 19 71

Notary Public

My Commission Expires:

6/1/71

Midland County, Texas