

RECEIVED

NAME OF OPERATOR Threshold Development Company AUG 26 1981  
 ADDRESS OF OPERATOR 1400 Gihls Tower West Midland, Texas 79701 O. C. D.  
 LOCATION OF WELL Unit Ltr E, 1980 FNL & 542' FWL, Sec.7, T19S, R29E ARCHER, OKLA  
 LEASE NAME Conoco "7" State WELL NO. 3 FIELD East Millman Queen-Grayburg  
 COUNTY Eddy

DEPTH	ANGLE OF INCLINATION (DEGREES)	COURSE DISPLACEMENT (FEET)	ACCUMULATIVE DISPLACEMENT (FEET)
478	1/4	2.11	2.11
1247	3/4	10.08	12.19
2017	0	0	12.19
2170	3/4	2.01	14.20
2971	1	14.02	28.22
3607	3/4	8.34	36.56

I hereby certify that the above data as set forth is true and correct to the best of my knowledge and belief.

MEGARGEL DRILLING COMPANY, INC.

R. B. Simmons  
 R. B. Simmons - Manager

#### AFFIDAVIT:

Before me, the undersigned authority, appeared R. B. Simmons known to me to be the person whose name is subscribed herebelow, who on making deposition, under oath states that he is acting for and in behalf of the operator of the well identified above, and that to the best of his knowledge and belief such well was not intentionally deviated from the true vertical whatsoever.

R. B. Simmons  
 AFFIANT'S SIGNATURE

Sworn and subscribed to in my presence on this the 6 day of July, 1981.

My commission expires:

1-23-83

Indey Livingston  
 Notary Public in and for the County  
 of Archer, Texas