WELL NAME AND NUMBER Penn Federal Well No. 1

LOCATION Section 31, T-20-S, R-30-E, Eddy County, New Mexico

(New Mexico give U,S,T & R; Texas give S, Blk., Sur. & Tup. when required)

OPERATOR Texas International Petroleum Corporation

DRILLING CONTRACTOR Sharp Drilling Co., Inc.

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 |
|-----------------|-----------------|-----------------|--|
| 1/2 160' | 1-1/2 3,244 | 3/4 8,944' | |
| 3/4 275' | 1-1/2 3,620 | 3/4 9,448' | |
| 1/2 375' | 3/4 4,020 | 2 9,631' | |
| 3/4 730' | 1/4 4,150 | 3 10,000' | |
| 2 1,130' | 3/4 4,535 | 3 10,380' | |
| 3 1,484' | 3/4 5,005' | 2-1/2 10,750' | |
| 3-1/4 1,515' | 3/4 5,474' | 2-1/4 11,010' | • |
| 2-3/4 1,567' | 3/4 5,973' | 2 11,190' | |
| 2-1/2 1,640' | 3/4 6,442' | 2 11,696' | |
| 2 . 1,737' | 1/2 6,630' | 2-1/4 11,990' | |
| 2-1/2 1,926' | 1/2 7,098' | . 1-3/4 12,342' | ······································ |
| 1-3/4 2,140' | 3/4 7,560' | 2 12,590' | |
| 1-3/4 2,523' | 3/4 8,030' | · | ······································ |
| 1-1/2 2,895' | 3/4 8,473' | | |

Drilling Contractor SHARP DRILLING CO., INC.

| Subscribed and sworn to befo | ore me this <u>30th</u> day of | By <u>R. E. Cross, Jr.</u> September, 19 74 | |
|----------------------------------|---|--|--|
| • | RECÉVEL | Det Buchasan | |
| | | Notary Public | |
| My Commission Expires: 6/1/75 | U.S. GEOLOGICAL SURVEY Artesia, New Mexico | Midland County, Texas | |