

**Well Name and Number:** Preston Federal #3

**Location:** Sec. 24, T20 1/2S, R23E, Eddy County, New Mexico

**Operator:** Conoco, Inc.

**Drilling Contractor:** McVay Drilling Company

The undersigned 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>
¾ 247	¾ 4416	1 ½ 7685
1 426	2 4625	1 ¼ 8100
2 ¾ 752	2 ½ 4797	
3 877	2 4996	
2 ½ 1204	2 ¾ 5197	
1 ½ 1400	2 ½ 5292	
2 1898	2 ¼ 5511	
1 ¾ 2330	2 ½ 5700	
2 ¼ 2820	1 ¾ 5915	
2 3320	1 ¼ 6226	
1 3814	1 ¾ 6631	
½ 4094	¾ 7207	

**Drilling Contractor:** McVay Drilling Company

By: Joe Higuera Jr.

Subscribed and sworn to before me this 26th day of August, 1996.

Jose Hernandez  
Notary Public

My Commission Expires: 8-16-97

Lea County, New Mexico