

Spur 11 State C... #1

**LOCATION
LEASE & WELL**

Sec. 11, T19S, R29E Eddy County, New Mexico
(Give Unit, Section, Township and Range)

OPERATOR

Torch Operating 1221 Lamar, Suite #1600 Houston, Texas 77010-3039

DRILLING CONTRACTOR

NABORS DRILLING USA, 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	200	1/2	6556		
3/4	322	3/4	7051		
3/4	630	1	7550		
1 1/2	1035	2	8021		
1	1508	3/4	8303		
1	1979	1 1/4	8772		
1	2448	1	8958		
1/2	2982	1	9606		
3/4	3436	1 3/4	10169		
2	3929	1 3/4	10759		
1 1/2	4159	2	11228		
1 1/2	4657	2	11442		
1 3/4	5129	2	11626		
3/4	5627				
1 3/4	6104				

Drilling Contractor

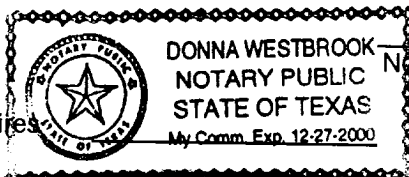
Nabors Drilling USA, Inc.

By

Brent Sanders
Brent Sanders- Manager Contracts & Marketing

Subscribed and sworn to before me this 13th day of June, 2000

My Commission Expires



Donna Westbrook
Notary Public

MIDLAND

County

TEXAS

RECEIVED
OCD - ARTESIA