

INCLINATION REPORT

OPERATOR SOUTHERN UNION GAS CO. ADDRESS First International Building, Suite 1800
Dallas, Texas 75270
 LEASE Gallagher "B" State WELL NO. 3 FIELD
 LOCATION Section 8, T17S, R34E Lea County, New Mexico

Depth	Angle (Inclination 'degrees)	Displacement	Displacement Accumulated
358	1	6.27	6.27
849	1	8.59	14.86
1345	1	8.68	23.54
1825	1 1/4	10.46	34.00
2325	1 1/4	10.90	44.90
2788	1 1/4	10.09	54.99
2900	1 3/4	3.42	58.41
3320	1	7.35	65.76
3816	1 1/4	10.81	76.57
4318	1 1/4	10.94	87.51
4755	1 1/4	9.53	97.04
5250	1 1/2	12.97	110.01
5980	1 3/4	22.27	132.28
6475	1 1/2	12.97	145.25
6968	1 1/4	10.75	156.00
7008	1 1/4	.87	156.87
7535	1	9.22	166.09
8000	1 1/4	10.14	176.23
8396	1 1/4	8.63	184.86
8896	1 1/4	10.90	195.76
9255	1 3/4	10.95	206.71
9746	1 3/4	14.98	221.69
10,186	1 1/2	11.53	233.22
10,725	1	9.43	242.65
11,230	1	8.84	251.49
11,332	1 1/2	2.67	254.16
11,748	2	14.52	268.68
12,250	1 3/4	15.31	283.99
12,426	1 3/4	5.37	289.36
12,920	2	17.24	306.60
13,535	1 3/4	18.76	325.36

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

CACTUS DRILLING CORPORATION

By: L. A. Rogers
 Title: Vice President

Affidavit:

Before me, the undersigned authority, appeared L. A. Rogers 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.

L. A. Rogers
 (Affiant's Signature)

Sworn and subscribed to in my presence on this the 6th day of December

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Larry R. Virgin
 Notary Public in and for the County
 of Midland, State of Texas

Seal

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MAY 9 1977

OIL CONSERVATION COMM.
HOBBS, N. M.

OIL CONSERVATION COMMISSION

BOX 1980

HOBBS, NEW MEXICO

NOTICE OF GAS CONNECTION

DATE May 19, 1977

This is to notify the Oil Conservation Commission that connection for
the purchase of gas from the Lo Union Prod. Co,
Operator
Gallagher 8, 0, 8-17-34, Tacum N. Morrow,
Lease Well Unit S.T.R. Pool
Phillips Petroleum Co, was made on 5-12-77
Name of Purchaser

Phillips Petroleum Co
Purchaser

J. E. Wilson
Representative

Clerical Co-od.
Title

cc: To operator
Oil Conservation Commission - Santa Fe

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MAY 2 1977

U.S. HOUSE OF REPRESENTATIVES
COMM. ON GOVERNMENTAL ORGANIZATION
WASH., D. C.