

LEASE & WELL

E.H.B. Phillips "B" #3

LOCATION

Sec. 10, T-20-S, R-37-E

(Give Unit, Section, Township and Range)

OPERATOR

Texaco E & P

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 @ 498 | 1 @ 4539 | | |
| 1 @ 995 | 1 @ 5038 | | |
| 3/4 @ 1649 | 3/4 @ 5909 | | |
| 3/4 @ 1844 | 1 @ 6408 | | |
| 1 1/4 @ 1970 | 1 1/4 @ 6908 | | |
| 1 1/4 @ 2096 | 1 1/4 @ 7100 | | |
| 1 1/2 @ 2253 | | | |
| 1 1/2 @ 2407 | | | |
| 1 1/4 @ 2531 | | | |
| 1 @ 2594 | | | |
| 1 @ 2657 | | | |
| 1/2 @ 2908 | | | |
| 1 1/4 @ 3408 | | | |
| 1 @ 3596 | | | |
| 3/4 @ 4039 | | | |

Drilling Contractor

Nabors Drilling USA, Inc.

By

L.V. Bohannon

Subscribed and sworn to before me this 23rd day of August, 1995

Notary Public

My Commission Expires

MIDLAND

County

TEXAS

