MC

McGEE DRILLING CORPORATION

P.O. Box 2471 MIDLAND, TEXAS 79702

OFF 915 683-2501 FAX 915 683-1715

August 9, 1994

Maralo, Inc. P. O. Box 832 Midland, Texas 79702

Re: Keystone #2

Gentlemen:

The following is a Deviation Survey on the above referenced well located in Eddy County, New Mexico.

502' - 3/4 ⁰	2,557 ' - 1 1/4 ⁰	5,005' - 1/4 ⁰
987' - 1 3/4 ⁰	3,042' - 1 3/4°	5,289' - 1 1/2 ⁰
1,482' - 20	3,521' - 1 ⁰	5,777' - 1 1/4 ⁰
1,971' - 1 3/40	4,014' - 1 ⁰	6,268' - 3/4 ^o
2,408' - 2°	4,508' - 1 ⁰	6,700' - 1/2 ⁰

Sincerely,

G. H. "Mac" McGee President

STATE OF TEXAS)
COUNTY OF MIDLAND)

The foregoing was acknowledged before me this 9th day of August by G. H. "Mac" McGee.

MY COMMISSION EXPIRES

<u> 3-a-95</u>

NOTARY PUBLIC