3E COMPANY, INC.

Engineering • Energy • Exploration

P. O. Box 190 505/327-4020

FARMINGTON, NEW MEXICO 87401

January 3, 1978

New Mexico Oil Conservation Commission 1000 Rio Brazos Road Aztec, New Mexico 87410

Attention: Mr. Al Kendrick

RE: Basin Fuels, Inc.

NOO Navajo #2

300' FNL & 1750' FEL Sec 13, T20N, R6W

Franciscian Lake Mesa Verde McKinley County, New Mexico

Gentlemen:

This is to certify that the following straight hole surveys were taken while drilling the subject well, as reported by the drilling contractor:

DEPTH

DEVIATION

2297' 2845'

Sincerely yours,

John Alexander

JA:st

Subscribed and sworn to before me this 3rd day of January, 1978.

My commission expires:

May 12, 1980

JUN. COM.

UIST. 3