

FOUR CORNERS DRILLING CO.

P. O. BOX 1067
5651 U.S. HWY. 64
FARMINGTON, NEW MEXICO 87499

TELEPHONE: (505) 326-3371
FAX: (505) 326-3370

June 26, 1996

Dugan Production
Drilling Department
P. O. Box 420
Farmington, NM 87499

RECEIVED
JUL 05 1996
OIL CON. DIV.
DIST. 3

**RE: Deviation report on the Hop Sing #1,
Section 27, Township 23 N, Range 11 W
San Juan County, New Mexico**

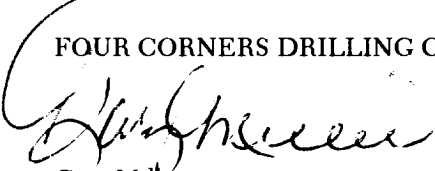
Gentlemen:

Below is the deviation report for your Hop Sing #1

123"	$\frac{1}{2}^{\circ}$
214'	$\frac{1}{2}^{\circ}$
440'	$1\frac{1}{4}^{\circ}$
650'	1°
1165'	1°
1664'	1°
2164'	$\frac{3}{4}^{\circ}$
2703'	$\frac{3}{4}^{\circ}$
3037'	1°
3538'	1°
4099'	$1\frac{1}{2}^{\circ}$

Sincerely,

FOUR CORNERS DRILLING COMPANY


Gary Miller
Drilling Superintendent

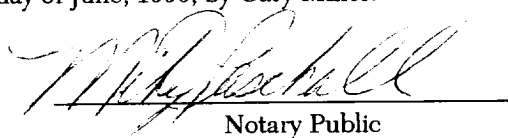
GM/tdd

June 26, 1996
Hop Sing #1
PAGE 2

Acknowledgement

State of New Mexico)
) s.s.
County of San Juan)

The foregoing instrument was acknowledged before me this 26th day of June, 1996, by Gary Miller.



Notary Public

My Commission Expires : 8/26/98
(seal)