MERIDIAN OIL

November 29, 1988

State of New Mexico Energy and Minerals Department Oil Conservation Division P.O. Box 2088 Santa Fe, NM 87501

Attn: Mr. David R. Catanach, Examiner

Re: Case No. 9499 Order No. R-8776 Sunray H #201

Mr. Catanach,

Enclosed are the results of a directional survey conducted November 28, 1988, on the subject well. Directional survey points were observed from the kick off point to the base of the 9 5/8" surface casing. This survey was conducted to meet the requirements of Order No. R-8776 prior to initiating directional drilling operations.

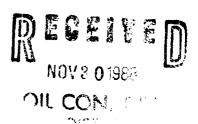
Sincerely,

J. D. Falconi

Project Drilling Engineer

JDF/adw

xc: Aztec OCD



DEVIATION REPORT

El Paso Natural Gas Co., Post Office Box 4289, Farmington, New Mexico 87499

Lease: Sunray H #201

SW Sec. 11, T-30-N, R-10-W, San Juan County, New Mexico

Pool: Basin Fruitland Coal

Directional survey conducted November 28, 1988

		Hole	True
Survey		Direction	Vertical
Depth (Ft.)	<u>Inclination</u>	(True North)	Depth (Ft.)
585	0.75	158	585.0
705	0.50	223	705.0
825	0.75	163	825.0
945	0.25	198	945.0
1065	0.25	208	1065.0
1185	0.25	173	1185.0
1425	0.50	212	1425.0
1545	0.75	217	1545.0
1665	0.75	213	1664.9
1785	0.75	238	1784.9
1905	0.75	229	1904.9
2025	1.00	217	2024.9
2145	1.00	203	2144.9
2265	1.00	236	2264.9
2385	1.00	221	2384.9
2505	1.00	221	2504.8
2625	1.00	208	2624.8

I, the undersigned, certify that I, acting in my capacity as Petroleum Engineer on behalf of El Paso Natural Gas Company, am authorized by said Company to make this report; and that this report was prepared by me or under my supervision and directions and that the facts stated herein are true to the best of my knowledge and belief.

Subscribed and sworn to before me this 29th day of November, 1988.

Notary Public is and for San Juan County, New Mexico
My commission expires September 21, 1992.

NOV3 0 1988
OIL CON. DIV. DIST. 3