DEVIATION REPORT

| Name of Company Meridian Oil Inc. | | | Address P.O. Box 42/89, Farmington, NM 87499 | | | | |
|------------------------------------|--------|--|--|------|----|-----|--|
| | | | | | | | |
| Allison Unit | 123 | |) | 9 | 32 | 0.7 | |
| Poo1 | County | | | | | | |
| Basin Fruitland Coal | | | San | Juan | | | |

| Depth (Ft.) | Deviation (Degrees) |
|--------------|---------------------|
| 238' 740' | 1 3/4 |
| 1197' | 3/4 |
| 1688' | 3/4 |
| 1772' | 1 |
| 2242' | 1 |
| 2715' | 3/4 |
| 3090' | 1/2 |



| I, the undersigned, certify that I, acting in my capacity as Petroleum Engine of Meridian Oil Inc., am authorized by said Company to make the 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. |
|--|
| - January |
| Subscribed and sworn to before me this <u>5th</u> day of <u>January</u> , 1989 |
| Notary Public in and for San Juan County, New Mexico My Commission expires August 17, 1992 |