## DEVIATION REPORT

| Name of Company      | DA.      | Address                             |         |          |          |  |  |
|----------------------|----------|-------------------------------------|---------|----------|----------|--|--|
| Meridian Oil Inc.    | •        | P.O. Box 4289, Farmington, NM 87499 |         |          |          |  |  |
| Lease                | Well No. | Unit Letter                         | Section | Township | Range    |  |  |
| Allison Unit         | 131      | М                                   | 24      | 32       | 07       |  |  |
| Pool                 |          | Co                                  | unty    |          | <u> </u> |  |  |
| Basin Fruitland Coal |          | San                                 | Juan    |          |          |  |  |

| Depth (Ft.) | <u>Deviation (Degrees)</u> |  |  |  |
|-------------|----------------------------|--|--|--|
| 242'        | 1/2                        |  |  |  |
| 735'        | 3/4                        |  |  |  |
| 1222'       | 3/4                        |  |  |  |
| 1727'       | 3/4                        |  |  |  |
| 2221'       | 1                          |  |  |  |
| 2745'       | 1                          |  |  |  |

I, the undersigned, certify that I, acting in my capacity as Petroleum Engineer of Meridian Oil Inc., 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 | 5th | day of | January, | 19 89 |
|------------|--------------|-----------|------|-----|--------|----------|-------|
| $\nu$      |              | ~         |      |     | ·      |          |       |

San Juan County, New Mexico My Commission expires August 17, 1992