DEVIATION REPORT

Name of Company	Address
San Juan Resources, Inc	4201 Terrace Drive, Farmington, NM 87402

Lease Name & Number	Unit Letter	Section	Township	Range
Memgem Walters 34 #1		34	32N	13W
	1980' FSL, 885' FEL			
Pool and Formation	API Number		County	
Basin Dakota(71599)/Blanco Mesa Verde(72319)	30-045-33768		San Juan	5

Depth(Ft.)	Deviation (Degrees)	Depth(Ft.)	<u>Deviation</u> (Degrees)
260	1.00	3639	1.00
775	1.00	3889	1.00
1254	0.50	4172	0.75
1650	1.00	4444	0.75
1900	1.00	4736	0.75
1975	2.00	4984	1.00
2088	0.50	5325	1.00
2303	2.50	5638	1.00
2400	0.50	5885	1.00/
2645	1.50	6138	1.25
2829	0.50	6607	1.50√
3074	1.00	6920	1.25
3320	1.00		

I, the undersigned, certify that I, acting in my capacity as Agent for San Juan Resources, Inc., am authorized by said Company to make this report; and that this report was prepared by me, and that the facts stated herein are true to the best of my knowledge and belief.

OFFICIAL SEAL
YVONNE TSINNIJINNIE
Notary Public
State of New Mexico
My Commission Expires 9.05-10

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