

Deviation Report

Name of Company

D. J. Simmons, Inc.

Address

1009 Ridgeway Place, Suite 200 Farmington, New Mexico 87401

Lease Name and No.

Blanco Wash 27 #2

API Number 30-045-34107 Location (Ftg)

Sec, Twn-Rng

642'FNL, 1741'FWL

Sec. 27, T-24-N, R-8-W

Pool and Formation

Lybrook Gallup

County San Juan

State

New Mexico

Survey Depth (ft)	Deviation (degrees)	
401'	3.00	
840'	2.50	
930'	2.50	
1021'	1.50	
1116'	1.50	
1209'	2.00	
1302'	0.25	
1395'	1.50	•
1459'	0.50	
1900'	0.50	
2026'	0.00	
2116'	1.00	RCVD DEC 20 '07
2206'	1.00	
2329'	0.50	OIL CONS. DIV.
2458'	1.00	
2590' - (0.50	
2841'	0.50	DIST. 3
2900'	0.50	
2987'	0.50	
3092'	0.50	
3260'	0.50	
3466'	1.50	\
3580'	0.50	
3676'	0.50	
3800'	1.00	
3930'	1.00	
4220'	1.00	
4487'	1.00	
4673'	1.00	
4872'	1.00	
5216'	1.00	
5371'	0.50	
5579'	0.50	

Air Hammer Used?

Yes

I, the undersigned, certify that I, acting in my capacity as Petroleum Engineer for D. J. Simmons, Inc., am authorized by said Company to make this report; and that this report was prepared under my supervision and directions, and the facts stated herein are true and to the best of my knowledge and belief.

Subscribed and sworn to before me on December 19, 2007

Notary Public/in and for San Juan County, New Mexico

My Commission expires on September 22, 2008