



February 3, 1981

Southland Royalty Company

Oil Conservation Division
1000 Rio Brazos Road
Aztec, NM 87410

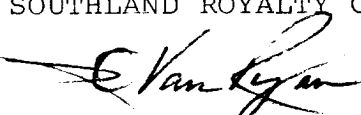
Gentlemen:

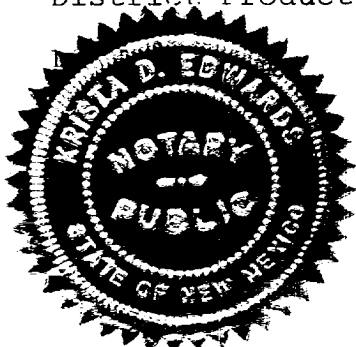
The following is the deviation record for Southland Royalty Company's Cain #9E well, located in Section 16, T28N, R10W, San Juan County, New Mexico.

| <u>Depth</u> | <u>Deviation</u> | <u>Depth</u> | <u>Deviation</u> |
|--------------|------------------|--------------|------------------|
| 750' | 1/2 | 4030' | 1 1/2 |
| 1228' | 3/4 | 4538' | 1 1/2 |
| 2179' | 1 | 5040' | 1 3/4 |
| 2572' | 1 1/4 | 5562' | 1 3/4 |
| 3075' | 1 1/4 | 6027' | 2 |
| 3539' | 1 1/2 | 6358' | 2 1/2 |
| | | 6535' | 2 1/4 |

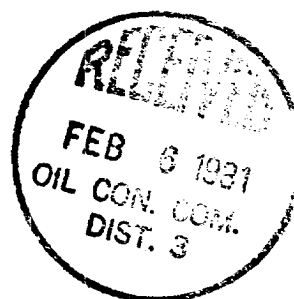
Sincerely,

SOUTHLAND ROYALTY COMPANY


L. O. Van Ryan
District Production Manager

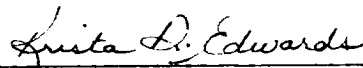


State of New Mexico
County of San Juan



The foregoing instrument was acknowledged before me this 5 day of February, 1981, by L. O. Van Ryan of Southland Royalty Company on behalf of said Company.

NOTARY BOND FILED WITH SECRETARY OF STATE
My Commission Expires: 7-29-84



Krista D. Edwards
Notary Public - NM