## DEVIATION REPORT

| Name of Company        |          | Address     |                                     |          |       |  |
|------------------------|----------|-------------|-------------------------------------|----------|-------|--|
| Meridian Oil Inc       |          | P.O. Box 42 | P.O. Box 4289, Farmington, NM 87499 |          |       |  |
| Lease                  | Well No. | Unit Letter | Section                             | Township | Range |  |
| Howell K               | 303      | E           | 21                                  | 30N      | 8W    |  |
| Pool                   |          | Co          | ounty                               |          |       |  |
| Undesignated Fruitland |          | San Jua     | n                                   |          |       |  |

| Depth (Ft.)  | Deviation (Degrees) |
|--------------|---------------------|
| 223'         | 1/2                 |
| 723 <b>'</b> | 1/2                 |
| 1256'        | 3/4                 |
| 1503'        | 1                   |
| 2240'        | 1                   |
| 2434'        | 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  |
| Notary Public in and for San Juan County, New Mexico My Commission expires August 17, 1988.   |