

KEY ENERGY SERVICES
FOUR CORNERS
P.O. BOX 900, 5651 US HWY 64 - FARMINGTON, N.M. 87499
(505) 327-4935 - FAX (505) 327-4962

RECEIVED
NOV 19 1998
OIL CON. DIV.
DIST. 2

DATE: 11-4-98

RIG # 53

PHILLIPS PETROLEUM COMPANY
5525 HWY 64 NBU 3004
FARMINGTON, N.M. 87401

ATTN: PATSY CLUGSTON

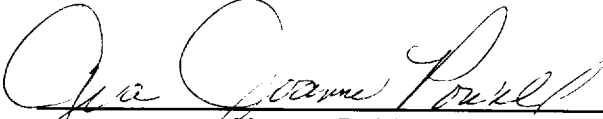
THIS LETTER IS TO CERTIFY THAT KEY ENERGY SERVICES DID RUN DEVIATION SURVEYS AT THE LISTED DEPTH ON YOUR SAN JUAN 32-7 UNIT # 206 WELL, IN SECTION 27, T-32-N, R-7-W, IN SAN JUAN COUNTY, NEW MEXICO.

DEPTH	DEGREE DEVIATION	DEPTH	DEGREE DEVIATION
180	1/4	1624	1
368	1/2	2126	1/4
658	1/2	2593	1/4
1156	1/2	3022	1

TO THE BEST OF MY KNOWLEDGE, I SWEAR THIS INFORMATION TO BE TRUE.

SINCERELY,


JOHN K. RICHARDSON
DRILLING MANAGER


Notary Public

My commission expires: 6/9/00