



Southland Royalty Company

December 26, 1979

Oil Conservation Commission
1000 Rio Brazos Road
Aztec, New Mexico 87401

Gentlemen:

The following is the deviation record for Southland Royalty Company's Vasaly Federal #2 well located in section 31, T32N, R11W, San Juan County, New Mexico.

Dev. 1/4° at 155'
Dev. 1/2° at 700'
Dev. 3/4° at 1200'
Dev. 3/4° at 1317'

Dev. 1° at 1716'
Dev. 3/4° at 2028'
Dev. 1° at 2497'
Dev. 1° at 3058'
Dev. 1° at 3252'

Yours truly,

SOUTHLAND ROYALTY COMPANY

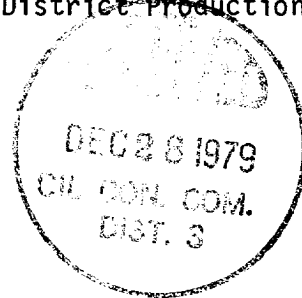
L. O. Van Ryan
District Production Manager

LOVR/ejg

SEAL

State of New Mexico

County of San Juan



The foregoing instrument was acknowledged before me this 26th day of December, 1979, by L. O. Van Ryan of Southland Royalty Company, on behalf of said Company.

NOTARY BOND FILED WITH SECRETARY OF STATE

My Commission Expires: 11-20-82

Donna F. Gattis
Notary Public - New Mexico