

L & M DRILLING, INC.

OIL WELL DRILLING CONTRACTORS

PO BOX 1370 ARTESIA, NEW MEXICO 88211-1370
(505) 746-4405 746-3518 748-2205

May 17, 1999

Marbob Energy Corporation
PO Drawer 227
Artesia, NM 88211-0227

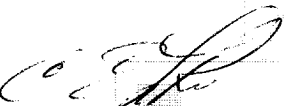
RE: Loco Federal #2
 1650' FNL & 1650' FEL
 Sec. 21, T17S, R30E
 Eddy County, New Mexico

Gentlemen:

The following is a Deviation Survey for the above captioned well.

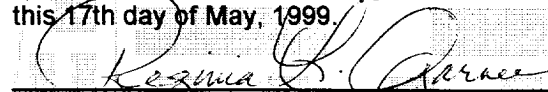
DEPTH	DEVIATION
425'	1°
806'	1 1/2°
1208'	1 1/2°
1738'	1 1/2°
2229'	2°
2721'	1 3/4°
3074'	1 3/4°
3565'	1 1/2°
4060'	1 1/2°
4560'	3/4°
4968'	3/4°

Very truly yours,


C. E. LaRue
President

STATE OF NEW MEXICO }
COUNTY OF EDDY }

The foregoing was acknowledged before me
this 17th day of May, 1999.



Notary Public

