

# L & M DRILLING, INC.

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

July 26, 2001

Premier Oil & Gas  
PO Drawer 227  
Artesia, NM 88211-0227

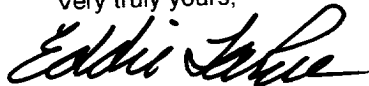
RE: Parke McIntyre Federal #11  
2310' FSL & 990' FWL  
Sec. 15, T17S, R30E  
Eddy County, New Mexico

Gentlemen:

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

DEPTH	DEVIATION	DEPTH	DEVIATION
249'	3/4°	2534'	3/4°
412'	1°	2821'	1°
896'	3/4°	3339'	1°
1182'	1 3/4°	3835'	3/4°
1668'	1/4°	4326'	1°
2059'	1/2°	4823'	1°
		4902'	1/4°

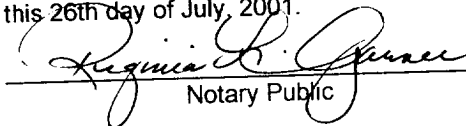
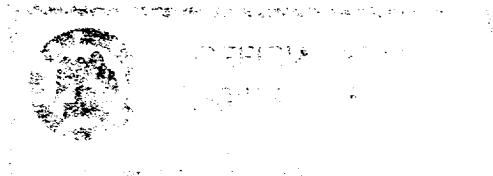
Very truly yours,



Eddie C. LaRue  
Vice President

STATE OF NEW MEXICO       }  
COUNTY OF EDDY        }

The foregoing was acknowledged before me  
this 26th day of July, 2001.

  
Notary Public

Aug. 30, 2004