L & M DRILLING, INC.

OIL WELL DRILLING CONTRACTORS
PO 80X 1370 ARTESIA, NEW MEXICO 88211-1370
(505) 746-4405 746-3518 748-2205

October 30, 1996

Devon Energy Corporation 20 North Broadway, Suite 1500 Oklahoma City, OK 23102

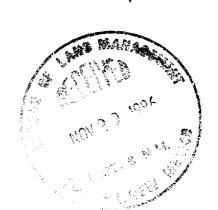
RE:

Hondo Federal #3 480' FNL & 890' FWL Sec. 4, T18S, R27E Eddy County, New Mexico

Gentlemen:

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

| THE DEPTHEN | DEVIATION |
|-------------------|-----------|
| 185 | 1/4° |
| 3 6 0' | 1/4° |
| 582' | 1/2° |
| 782' | 3/4° |
| 960' | 1 1/4° |
| 1075' | 1 1/4° |
| 1500' | 1 1/4° |
| 1963' | 1° |
| 2435' | 1° |
| 2500' | 1° |
| | |



Very truly yours,

Eddie C. LaRue Vice President

STATE OF NEW MEXICO COUNTY OF EDDY

The foregoing was acknowledged before me this 30 October 1996.

Notary Public

SERVING SOUTHEAST NEW MEXICO AND WEST TEXAS SINCE 1978

CEFICIAL SEAL REGINIA L. GARNER

MY 2010 COLD WITH SECRETARY OF STAF Doministical Engines Quy. 30, 20