

L & M DRILLING, INC.

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

January 9, 1997

MYCO Industries, Inc.
PO Box 840
Artesia, NM 88211-0840

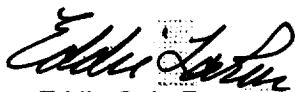
RE: Saver Federal #1
660' FNL & 660' FWL
Sec. 23, T18S, R29E
Eddy County, New Mexico

Gentlemen:

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

DEPTH	DEVIATION
301'	3/4
916'	1
1508'	1 1/2
2002'	3/4
2405'	1
2900'	3/4
3100'	1/4

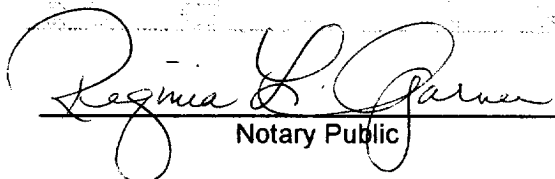
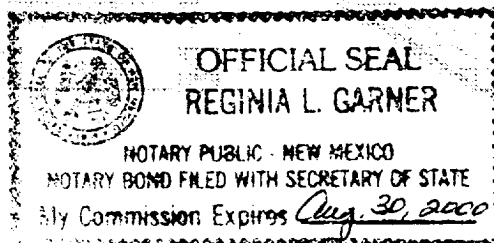
Very truly yours,



Eddie C. LaRue
Vice President

STATE OF NEW MEXICO }
COUNTY OF EDDY }

The foregoing was acknowledged before me
this 9th day of January, 1997.


Notary Public

SERVING SOUTHEAST NEW MEXICO AND WEST TEXAS SINCE 1978