

L & M DRILLING, INC.

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

January 5, 1999

Devon Energy Corporation
20 North Broadway, Suite 1500
Oklahoma City, OK 73102-8260

RE: Hondo Federal #7
2310' FNL & 2250' FEL
Sec. 4, T18S, R27E
Eddy County, New Mexico

Gentlemen:

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

DEPTH	DEVIATION
172'	1/4°
369'	1/2°
559'	1/2°
742'	1/2°
922'	3/4°
1109'	1°
1580'	1°
2078'	1 1/4°
2500'	1 1/4°

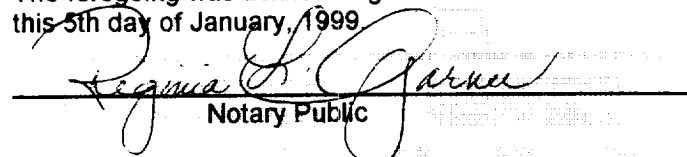
Very truly yours,

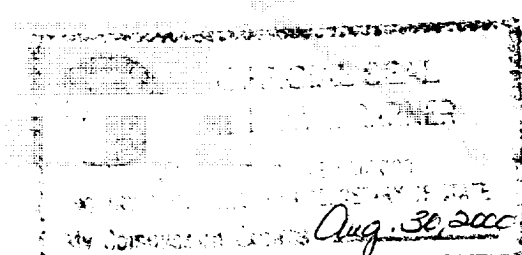
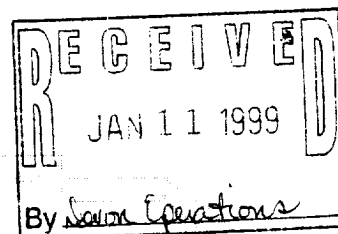


Eddie C. LaRue
Vice President

STATE OF NEW MEXICO }
COUNTY OF EDDY }

The foregoing was acknowledged before me
this 5th day of January, 1999


Notary Public



RECEIVED
MAY 6 1968
ELM
HOSWELL, N.H.