



KEN REYNOLDS—PRESIDENT
ARNIE NEWKIRK—VICE-PRESIDENT

DRILLING CO., INC. — OIL WELL DRILLING CONTRACTORS

P. O. Box 1498 ROSWELL, NEW MEXICO 88202-1498
505/623-5070 505/746-2719
ROSWELL, NM ARTESIA, NM

August 29, 1995

Maralo, Inc.
P.O. Box 832
Midland, Texas 79702

RE: Millman St. Com #3

Gentlemen:

The following is a deviation survey on the above referenced well located in Eddy County, New Mexico.

402' - 3/4°	2996' - 1°	5937' - 2 3/4°	8663' - 1°
893' - 1°	3499' - 1 1/2°	6443' - 1 1/2°	8955' - 1/4°
1393' - 3/4°	3964' - 2°	6950' - 3/4°	9447' - 1/2°
1892' - 3/4°	4444' - 1 1/2°	7458' - 3/4°	9953' - 1 1/4°
2394' - 3/4°	4951' - 2 1/4°	7958' - 1°	10,498' - 1/2°
2700' - 1 1/4°	5430' - 2 1/2°	8468' - 3/4°	10,959' - 1°
			11,148' - 1 1/2°

Sincerely,

Gary W. Chappell
Contracts Manager

STATE OF NEW MEXICO }
COUNTY OF CHAVES)

The foregoing was acknowledged before me this 29th day of August 1995 by Gary W. Chappell.

MY COMMISSION EXPIRES

October 07, 1996

NOTARY PUBLIC