

L & M DRILLING, INC.

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

April 26, 1999

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

RE: Continental State #16 -Y
980' FSL & 1200' FEL
Sec. 10, T19S, R29E
Eddy County, New Mexico

Gentlemen:

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

DEPTH	DEVIATION
508'	1 1/4°
657'	3/4°
835'	1/4°
1023'	3/4°
1521'	2 1/2°
1616'	2 1/2°
1739'	2 3/4°
1833'	3 1/2°
1922'	3 1/2°
1967'	3 3/4°
2081'	3 3/4°
2175'	3 1/4°
2390'	2 3/4°
2420'	2 3/4°

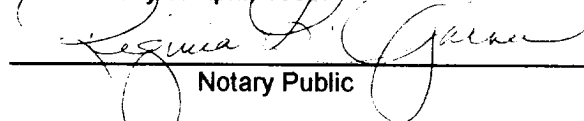
Very truly yours,



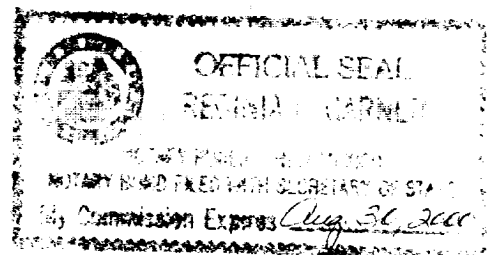
Eddie C. LaRue
Vice President

STATE OF NEW MEXICO }
COUNTY OF EDDY }

The foregoing was acknowledged before me
this 26th day of April, 1999.



Notary Public



99_04_09.DOC **SERVING SOUTHEAST NEW MEXICO AND WEST TEXAS SINCE 1978**

APR 27 1999