



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

July 25, 1994

Santa Fe Energy Operating Partners, L.P.  
550 W. Texas, Suite 1330  
Midland, Texas 79701


RE: Sterling Silver "34" #3

Gentlemen:

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

420' - 1/2°	3876' - 3°	5826' - 3°
920' - 1°	3938' - 3°	6141' - 2 3/4°
1420' - 1 1/4°	4180' - 2 3/4°	6641' - 2 3/4°
1901' - 1 3/4°	4647' - 3°	7141' - 2 3/4°
2400' - 1 3/4°	4835' - 2 1/2°	7640' - 2 3/4°
2898' - 2 1/4°	5144' - 2 1/4°	8141' - 2 3/4°
3376' - 2°	5639' - 2 3/4°	8245' - 2 3/4°

Sincerely,

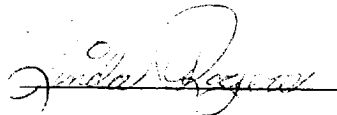
  
Gary W. Chappell  
Contracts Manager

STATE OF NEW MEXICO }  
COUNTY OF CHAVES }

The foregoing was acknowledged before me this 25th day of July 1994 by Gary W. Chappell.

MY COMMISSION EXPIRES

October 07, 1996

  
NOTARY PUBLIC