

DRILLING CO., INC. - OIL WELL DRILLING CONTRACTORS

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

ROSWELL, NM

December 6, 1996

Merit Energy Company 12222 Merit Drive, Suite 1500 Dallas, Texas 75251

RE: Sundance Federal #21

RECEIVED

FEB - 5 1997

OIL CON. DIV.

Gentlemen:

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

1030' - 1 ⁰	2660' - 1 3/4 ⁰ 2938' - 1 3/4 ⁰ 3124' - 2 ⁰	3914' - 2° 4200' - 1°	5188' - 1 1/4° 5680' - 1° 6167' - 1° 6656' - 1° 7148' - 1°	7640' - 1° 8132' - 1° 8260' - 1 1/4°
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Sincerel

W. Chappell Contracts Manager

STATE OF NEW MEXICO)

COUNTY OF CHAVES

The foregoing was acknowledged before me this 6th day of December 1996 by Gary W. Chappell.

MY COMMISSION EXPIRES

JUNE 20, 2000

NOTARY PUBLIC