DEVIATION REPORT

Name of Company		Address				
Southland Royalty	P. 0. Box 4289, Farmington, NM 87499					
Lease	Well No.	Unit 1	Letter	Section	Township	Range
Medio Canyon	7	E		35	024-N	004-W
Pool			County			
Gallup Dakota			Rio Arriba			

Denth (Ft.)	<u>Deviation (De</u>	grees
Depth (Ft.) 239' 720' 1248' 1775' 2340' 2834' 3331' 3832' 4303' 4802' 5263' 5763' 6387' 6880' 7271' 7490'	3/4 1 1/2 3/4 1 1/4 1 1/4 1 1/4 1 1/4 1 1/4 1 1/4 1 1/4 1 1/4 1 1/4 1 1/4 1 1/4 1 1/4 1 1/4	deg deg deg deg deg deg deg
1 +70	'	-

I, the undersigned, certify that I, acting in my capacity as Petroleum Engineer of Southland Royalty Co, am authorized by said Company to make this report; and that this report was prepared by me or under my supervision and directions and that the facts stated herein are true to the best of my knowledge and belief.

Subscribed and sworn to before me this 17th day of September , 1991

Notary Public in and for San Juan County, New Mexico

My Commission expires <u>August 17, 1712</u>