

May 12, 1978

New Mexico Oil Conservation Commission 1000 Rio Brazos Road Aztec, New Mexico 87410

Gentlemen:

The following is the deivation record for Southland Royalty Company's Lawson Federal #1-A well located in Section 31, T32N, R11W, San Juan County, New Mexico

| Dev. | 1/2° | at | 221' | Dev. | 1-1/4° | at | 2677' |
|------|--------|----|-------|------|--------|----|-------|
| Dev. | 3/4° | at | 775' | Dev. | 1° | at | 3183' |
| Dev. | 1-1/2° | at | 1776' | Dev. | 3/4° | at | 3938' |
| Dev. | 3/4° | at | 2180' | Dev. | 1/4° | at | 4374 |
| | | | | Dev. | 1/2° | at | 4870' |
| | | | | Dev. | 3/4° | at | 5367' |
| | | | | Dev. | 3/4° | at | 5738' |

Yours truly,

SOUTHLAND ROYALTY COMPAN

L. O. Van Ryan

District Production Manager

LOVR/eg

State of New Mexico

County of San Juan

The foregoing instrument was acknowledged before me this 12th day of May, 1978, by L. O. Van Ryan of Southland Royalty Company, on behalf of said Company.

My Commission Expires: 11-20-78

NOTARY PUBLIC