

L & M DRILLING, INC.

OIL WELL DRILLING CONTRACTORS

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

June 6, 2005

Marbob Energy Corporation
PO Drawer 227
Artesia, NM 88211-0227

JUN 07 2005

RE: Sly Hawk State #3
1370' FSL & 2350' FWL
Sec. 3, T25S, R28E
Eddy County, New Mexico

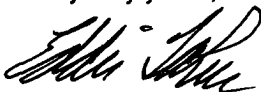
Gentlemen:

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

DEPTH	DEVIATION	DEPTH	DEVIATION	DEPTH	DEVIATION
169'	1/2°	1355'	1°	2103'	1 1/4°
246'	1/2°	1416'	1°	2288'	2°
401'	1/2°	1477'	1 1/2°	2342'	2 1/4°
570'	1/4°	1540'	1 3/4°	2402'	1 3/4°
668'	1/4°	1599'	1°	2466'	2 1/4°
765'	1°	1694'	1 1/2°	2528'	2°
856'	1 1/2°	1725'	1 1/4°	2621'	1°
949'	1 1/4°	1787'	1 1/4°	2745'	1 3/4°
1043'	2°	1848'	1/2°	2992'	3/4°
1106'	1 3/4°	1911'	1/4°	3213'	1 1/4°
1169'	1 1/4°	1970'	1°	3522'	3/4°
1230'	1°	2032'	1 1/4°	3803'	3/4°
1302'	1 1/4°	2093'	1/4°	4074'	1 1/4°

Directional drilling followed.

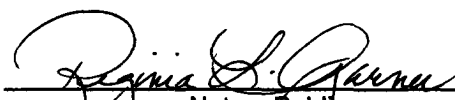
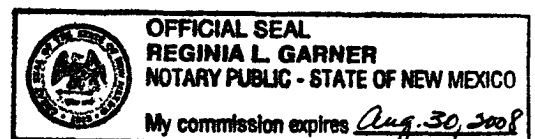
Very truly yours,



Eddie C. LaRue
Vice President

STATE OF NEW MEXICO }
COUNTY OF EDDY }

The foregoing was acknowledged before me this 6th day of June, 2005.


Notary Public

SERVING SOUTHEAST NEW MEXICO AND WEST TEXAS SINCE 1978

05-06-42