L & M DRILLING, INC.

OIL WELL DRILLING CONTRACTORS

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

August 18, 2000

Yates Petroleum Corporation 105 South Fourth Street Artesia, NM 88219

RE:

Duncan LH Federal Com #4 1980' FNL & 1650' FWL Sec. 3, T8S, R25E Chaves County, New Mexico

Gentlemen:

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

DEPTH	DEVIATION	DEPTH	DEVIATION
465'	1/2°	3191'	3/4°
853'	1/2°	3617	2°
1257'	1°	3762'	1 1/4°
1781'	2 °	4165'	1°
1946'	1°	4462'	2 °
2101'	3/4°	4949'	2 1/4°
2339'	3/ 4 °	5200'	2 3/4°
2770'	3/4°		

Very truly yours

Eddie C. LaRue Vice President

STATE OF NEW MEXICO COUNTY OF EDDY

The foregoing was acknowledged before me

Notary Public

this 18th day of August, 2000

OPTICIAL SEAL REGINIA L GARRES

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