

L & M DRILLING, INC.

OIL WELL DRILLING CONTRACTORS

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

November 27, 2000

Yates Petroleum Corporation
105 South Fourth Street
Artesia, NM 88219

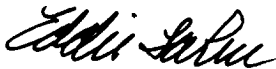
RE: Ultra UA State Com #2
1980' FNL & 660' FEL
Sec. 32, T9S, R26E
Chaves County, New Mexico

Gentlemen:

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

DEPTH	DEVIATION	DEPTH	DEVIATION
374'	1/2°	3719'	1/22°
710'	1/2°	4132'	3/4°
1084'	1/2°	4597'	3/4°
1486'	1/2°	4944'	1°
1983'	3/4°	5551'	1°
2477'	1 1/2°	6046'	1/2°
2757'	3/4°	6225'	1°
3255'	3/4°		

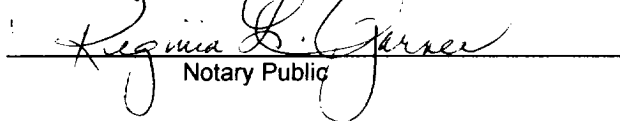
Very truly yours,



Eddie C. LaRue
Vice President

STATE OF NEW MEXICO }
COUNTY OF EDDY }

The foregoing was acknowledged before me
this 27th day of November, 2000.


Notary Public