

L & M DRILLING, INC.

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

April 4, 2001

Yates Petroleum Corporation
105 South Fourth Street
Artesia, NM 88219

RE: Grynberg LZ State #7
660' FNL & 1980' FEL
Sec. 36, T5S, R24E
Chaves County, New Mexico

RECEIVED
OCD ARTESIA

Gentlemen:

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

DEPTH	DEVIATION	DEPTH	DEVIATION
375'	1/2°	3128'	3/4°
850'	1 1/2°	3385'	1°
1207'	1 1/4°	3921'	1°
1682'	3/4°	4424'	1°
2169'	1°	4901'	1°
2674'	1/2°	5330'	1°

Very truly yours,


C. E. LaRue
President

STATE OF NEW MEXICO }
COUNTY OF EDDY }

The foregoing was acknowledged before me
this 4th day of April, 2001.


Regina L. Garner
Notary Public

