



DRILLING INC. Oil Well Drilling Contractor

Post Office Box 160 • Artesia, NM 88211-0160 • Office (505) 748-8704 • Fax (505) 748-8719

January 30, 2007

3D-041-20927

Morexco, Inc.
P.O. Box 1591
Roswell, NM 88202

Re: Kettle Hill #1 Unit B
Section 3, T-7-S, R-33-E
Roosevelt County, New Mexico
660/N & 1980/E

Attn: D.G. Becker

The following is a Deviation Survey on the above referenced well in Eddy County, New Mexico:

195' - 1/2 °	2667' - 1 °	5612' - 1 1/4 °	8647' - 1 1/4 °
402' - 1/4 °	3136' - 1/2 °	6016' - 1 °	8152' - 1/2 °
867' - 3/4 °	3508' - 3/4 °	6452' - 1 °	8408' - 2 1/4 °
1300' - 1 1/4 °	3874' - 1 °	6940' - 1 °	8872' - 1 3/4 °
1487' - 1 °	4287' - 1/4 °	7376' - 1 1/4 °	9120' - 2 1/2 °
1920' - 3/4 °	4713' - 1 °	7816' - 1 °	
2261' - 1/2 °	5147' - 1 3/4 °	8195' - 1 1/2 °	

Sincerely,

Gary W. Chappell
Contracts Manager

STATE OF NEW MEXICO)
COUNTY OF EDDY)

The foregoing was acknowledged before me this 30th day of January by Gary W. Chappell.

MY COMMISSION EXPIRES



OFFICIAL SEAL

Julie Deason

NOTARY PUBLIC STATE OF NEW MEXICO

My commission expires:

9-8-2007

NOTARY PUBLIC

RECEIVED

JAN 16 2008

HOBBS OCD