LE MADRILLING CONTRACTORS OIL WELL DRILLING CONTRACTORS PO BOX 1370 (505) 746-4405 746-3518 748-2205

January 9, 1998

Shahara Oil Corporation PO Box 3232 Carlsbad, NM 88220

RE:

Phillips State #14 Unit K 2630' FSL & 2307' FWL Sec. 16, T17S, R33E 30-025-34179 Lea County, New Mexico

Gentlemen:

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

DEPTH	DEVIATION
502'	1/4
1002'	1
1500'	1/2
2120'	1
2584'	1
3109'	1 1/4
3601'	1 1/4
4116'	3/4
4498'	1 1/4
4950'	1 1/4

}

Very truly yours,

Eddie C. LaRue

Vice President

STATE OF NEW MEXICO COUNTY OF EDDY

The foregoing was acknowledged before me 1.00000000000000 this 9th day of January, 1998. arner Notary Public Aug. 30, 2000

D2.DOC SERVING SOUTHEAST NEW MEXICO AND WEST TEXAS SINCE 1978