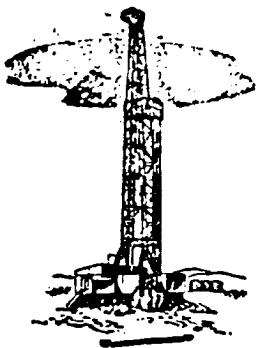


L & M DRILLING, INC. — Oil Well Drilling Contractors

P. O. BOX 470 / ARTESIA, NEW MEXICO 88210



February 29, 1988

Phillips Petroleum Company
4001 Penbrook
Odessa, TX 79762

Re: Leamex No. 43 *Leamex P*
660' FSL & 660' FEL
Sec. 25, T17S, R33E
Lea County, New Mexico

Gentlemen:

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

| DEPTH | DEVIATION |
|-------|-----------|
| 352' | 1/4° |
| 695' | 1/4° |
| 946' | 3/4° |
| 1351' | 1/4° |
| 1475' | 1° |
| 1973' | 1/4° |
| 2536' | 3/4° |
| 3003' | 1° |
| 3528' | 1° |
| 4363' | 1° |
| 4800' | 1° |

Very truly yours,

B. N. Muncy Jr.
President

STATE OF NEW MEXICO §
COUNTY OF EDDY §

The foregoing was acknowledged before me this 29th day of February, 1988.

Regina L. Garner
NOTARY PUBLIC



MAR 07 1988

P.B.R. Regulatory Section