

L & M DRILLING, INC.

OIL WELL DRILLING CONTRACTORS

PO BOX 1370

ARTESIA, NEW MEXICO 88211-1370

(505) 746-4405 746-3518 748-2205

December 6, 1999

Morexco, Inc.
PO Drawer 481
Artesia, NM 88211-0481

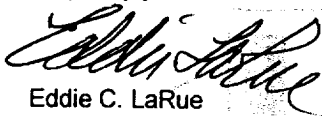
RE: Exxon 22 State #1
1650' FNL & 1650' FWL
Sec. 22, T17S, R34E
Lea County, New Mexico

Gentlemen:

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

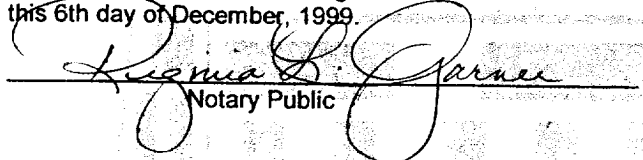
DEPTH	DEVIATION
205'	3/4°
507'	1°
771'	3/4°
1006'	3/4°
1162'	3/4°
1506'	3/4°
1567'	1/2°
2038'	3/4°
2504'	1°
3001'	1°
3501'	3/4°
4002'	1°
4521'	1°
5085'	1 1/4°
5115'	1 1/4°

Very truly yours,


Eddie C. LaRue
Vice President

STATE OF NEW MEXICO }
COUNTY OF EDDY }

The foregoing was acknowledged before me
this 6th day of December, 1999.


Notary Public

Aug. 30, 2000