Schlumberger Anadrill

MDC Operations 4607 South County Rd. #1310 Odessa, Texas 77477 Phone (915) 563-3057 Fax (915) 563-3059

January 13, 1997

Oil Conservation Division District I P.O. Box 1960 Hobbs, New Mexico 88241-1960

> Re: Marathon Oil Company McGrail State #10 Lot N, Section 26, Township 19 S, Range 36 E Lea County, New Mexico 30-025-33687

Enclosed, please find the original and one copy of the survey performed on the referenced well by Anadrill, a division of Schlumberger Technology Corporation. Other information required by your office is as follows:

Name & Title of Surveyor	Drainhole Number	Surveyed Depths	Dates Performed	Type of Survey
Jeff Cossey Field Technician	#01 1	100' to 5842'	12/26/96	Gyroscopic Multishot
James Cockroft MWD I	#01	5868' to 7910'	12/27/96 - 1/1/97	MWD/D&I

A certified plat on which the bottom hole is oriented both to the surface location and to the lease lines (or unit lines in case of pooling) is attached to the survey report. If any other information is required, please contact the undersigned at the letterhead address and phone number.

Sincerely,

Tom Follis MWD Field Service Manager

Cc: Marathon Oil Company

Enclosures: 2

Recoved 101 House Clip