

# L & M DRILLING, INC.

**OIL WELL DRILLING CONTRACTORS**  
**PO BOX 1370 ARTESIA, NEW MEXICO 88211-1370**  
**(505) 746-4405 746-3518 748-2205**

February 17, 1998

Armstrong Energy Corporation  
PO box 1973  
Roswell, NM 88202-1973

RE: H. G. Moberly "A" Federal #3  
2310' FSL & 660' FEL  
Sec. 8, T26S, R37E  
Lea County, New Mexico

Unit I  
3D-V25-34135

Gentlemen:

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

| DEPTH | DEVIATION | DEPTH | DEVIATION |
|-------|-----------|-------|-----------|
| 487'  | 1/4       | 2921' | 2 1/2     |
| 1026' | 1/2       | 3322' | 2 1/4     |
| 1460' | 1/2       | 3440' | 1 1/2     |
| 1958' | 2 1/4     | 3861' | 2         |
| 2427' | 2 1/2     | 4000' | 2 1/4     |

Very truly yours,



Eddie C. LaRue  
Vice President

STATE OF NEW MEXICO }  
COUNTY OF EDDY }

The foregoing was acknowledged before me  
this 17th day of February, 1998.

  
Notary Public

