

dugan production corp.

September 17, 1993

New Mexico Oil Conservation Division
1000 Rio Brazos Road
Aztec, NM 87410

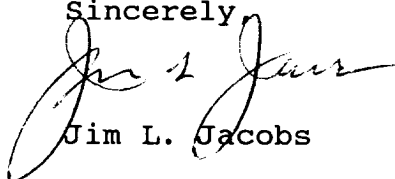
Re: DUGAN PRODUCTION CORP.
South Seas #1
NM 89023
Unit A, Sec. 6, T22N, R7W, NMPM
Sandoval County, NM

Gentlemen:

This is to certify that deviation tests were run on the captioned well and the following is a true report of those tests:

1 1/4" @ 500'
1 1/2" @ 1000'
1 1/4" @ 1500'

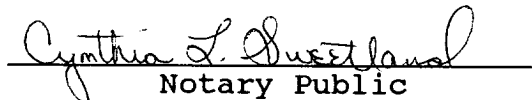
Sincerely,


Jim L. Jacobs

cg

State of New Mexico)
County of San Juan) ss

Subscribed and sworn to before me this 17th day of September, 1993.


Notary Public

My Commission Expires: August 11, 1996.

RECEIVED
SEP 20 1993
OIL CON. DIV.
DIST. 3