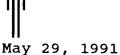


dugan production corp.



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

Re: DUGAN PRODUCTION CORP.

Luna No. 2
790' FNL & 790' FEL
Sec. 16, T23N, R9W, NMPM
San Juan 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:

1/2°	9	90'	1-1/4°	@	1632'
3/4°	9	230'	ı°	@	2132'
1-3/4°	9	496'	1-1/4°	9	2451'
1-3/4°	9	648'	ı.	@	2944'
2 °	9	798 '	1°	@	3447'
2 °	6	858 '	1/2°	@	3945'
1-1/2°	9	983 '	1°	@	4444'
1°	@	1229'	1°	@	4852

Sincerely,

Jim L. Jacobs

cg

State of New Mexico) Scounty of San Juan)

REGEIVE DE MAY2 9 1991

OIL CON. Para

Subscribed and sworn to before me this 29th day of May, 1991.

Notary Public

My Commission Expires: August 11, 1992.