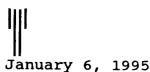


dugan production corp.



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

Re: DUGAN PRODUCTION CORP.

Jeter #1
API #30-045-28496
Unit K, Sec. 1, T25N, R13W
San Juan County, New Mexico

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° @ 500' 1° @ 1040' 1° @ 1334'

Sincerely,

Jim L. Jacobs

cg

State of New Mexico)
County of San Juan) SS

Subscribed and sworn to before me this 6th day of January, 1995.

Notary Public

My Commission Expires: August 11, 1996.