

THOMAS A. DUGAN
President
Home 325-5694

JIM JACOBS
Vice-President
Home 325-8353

DUGAN PRODUCTION CORP.

709 Bloomfield Road
Post Office Box 234 Telephone 325-0238
Area Code 505
FARMINGTON, NEW MEXICO
87401

February 5, 1973

Mr. Emery Arnold
N. M. Oil Conservation Commission
1000 Rio Brazos Road
Aztec, New Mexico 87410

Re: Lively Exploration Company
Lively #2
1650' FNL, 1140' FWL
Section 21, T28N, R8W
San Juan County, New Mexico

Dear Mr. Arnold:

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

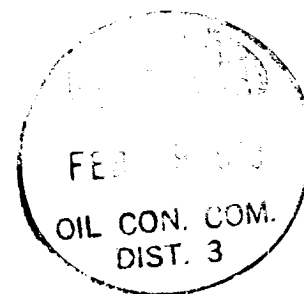
1/2° - 330'
1/2° - 330'
1/2° - 1400'
3/4° - 1980'

1° - 2416'
1° - 3250'
3/4° - 3844'
1° - 5576'
1° - 6158'

Sincerely,

Jim L. Jacobs
Jim L. Jacobs

cb



State of New Mexico)
) ss
County of San Juan)

Subscribed and sworn to before me this 5th day of February, 1973.

Sarah J. Winer

Notary Public

My commission expires Nov. 5, 1974.