

dugan production corp.

January 22, 1975

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


Re: Walter Duncan
North Hogback 12 #7
720' FNL - 730' FEL
Sec. 12, T29N, R17W
San Juan County, N.M.

Dear Emery:

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

1° @ 437'
1-1/4° @ 650'

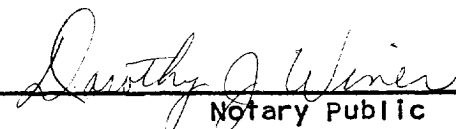
Sincerely,


Jim L. Jacobs



State of New Mexico) ss
County of San Juan)

Subscribed and sworn to before me this 22nd day of January, 1975.



Notary Public

My commission expires November 5, 1978.