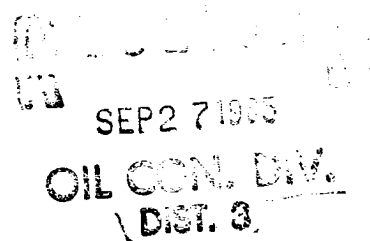


dugan production corp.

September 26, 1985

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

Re: DUGAN PRODUCTION CORP.
Nice #1
990' FSL - 890' FEL
Unit P, Sec. 7, T30N, R14W, NMPM
San Juan County, NM

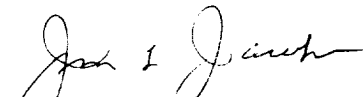


Gentlemen:

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

3/4° @ 225'	3/4° @ 2214'	1° @ 3890'	2-1/4° @ 5832'
3/4° @ 719'	1/2° @ 2370'	3/4° @ 4418'	
3/4° @ 1219'	1-1/2° @ 2871'	1° @ 4918'	
1/2° @ 1718'	1-1/2° @ 3399'	1-1/4° @ 5432'	

Sincerely,


Jim L. Jacobs

cg

State of New Mexico) ss
County of San Juan)

Subscribed and sworn to before me this 26th day of September, 19 85.

