

dugan production corp.

June 4, 1992

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

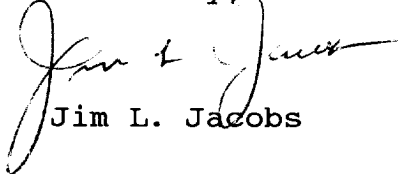
Re: DUGAN PRODUCTION CORP.
St. Moritz #1
Unit M, Sec. 26, T24N, R10W, NMPM
San Juan County, NM

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° @ 230'	1-1/4° @ 2666'
1/2° @ 730'	3/4° @ 3184'
3/4° @ 1225'	1° @ 3743'
3/4° @ 1723'	3/4° @ 4244'
1/2° @ 2346'	1° @ 4781'
	1-1/4° @ 4989'

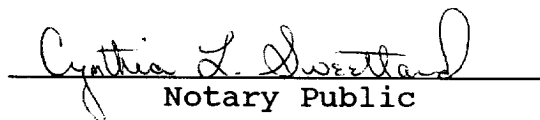
Sincerely,


Jim L. Jacobs

cg

State of New Mexico)
County of San Juan) ss

Subscribed and sworn to before me this 4th day of June, 1992.


Notary Public

My Commission Expires: August 11, 1992.

