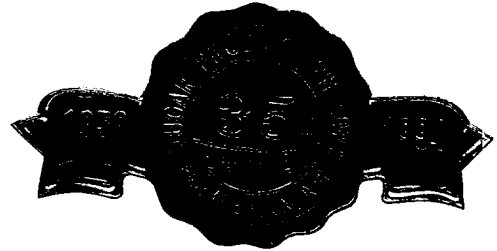


dugan production corp.



May 25, 1994



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

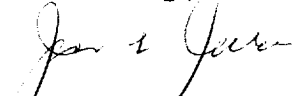
Re: DUGAN PRODUCTION CORP.
Ohwada #1
960' FSL & 830' FWL
Unit M, Sec. 33, T24N, R9W
San Juan County, NM

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° @ 500'
3/4° @ 1000'
1° @ 1500'

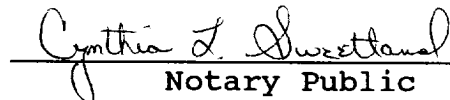
Sincerely,


Jim L. Jacobs

cg

State of New Mexico)
County of San Juan) ss

Subscribed and sworn to before me this 25th day of May, 1994.


Notary Public

My Commission Expires: August 11, 1996.