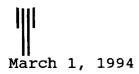


dugan production corp.



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

Re: DUGAN PRODUCTION CORP.

Chaco Plant #90

NM 12027

Unit B, Sec. 17, T26N, R12W, 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:

1/4° @ 128' 1/2° @ 342' 1/2° @ 747' 3/4° @ 1120'

Sincerely,

Jim L. Jacobs

cg

State of New Mexico) ss County of San Juan)

Subscribed and sworn to before me this 1st day of March, 1994.

Notary Public

My Commission Expires: August 11, 1996.