

dugan production corp.

July 1, 2008

RCVD JUL 3 '08
OIL CONS. DIV.

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

DIST. 3

Re: Dugan Production Corp.
Western Federal Com #90
API #30 045 33903
Unit A, Sec. 7, T26N, R11W
San Juan County, NM

Ladies/Gentlemen:

Below are the deviations reported by the drilling contractor for the subject well:

$\frac{1}{4}^{\circ}$ @ 500'
 $\frac{1}{2}^{\circ}$ @ 1000'
1° @ 1500'
 $1\frac{1}{4}^{\circ}$ @ 1650'

Sincerely,



John Alexander
Vice-President

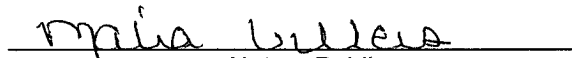
JA/tmf

State of New Mexico)

ss

County of San Juan)

Subscribed and sworn to before me this 1st day of July, 2008.


Notary Public

My Commission Expires: April 17, 2012

