

FOUR CORNERS DRILLING CO.

P. O. BOX 1067
5651 U.S. HWY. 64
FARMINGTON, NEW MEXICO 87499

TELEPHONE: (505) 326-3371

FAX: (505) 326-3370

August 30, 1994

Dugan Production Company
Drilling Office
P.O. Box 420
Farmington, NM 87499

RE: Deviation report on the Champ 8,
Section ~~23~~, Township 23 N, Range 10 W
San Juan County, New Mexico

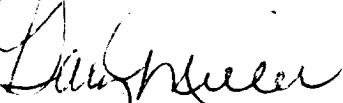
Gentlemen:

Below is the deviation report for your Champ 8 Well.

214'	$\frac{1}{2}^{\circ}$
482'	$\frac{3}{4}^{\circ}$
1000'	$\frac{1}{2}^{\circ}$
1510'	$\frac{3}{4}^{\circ}$
2004'	$\frac{1}{4}^{\circ}$
2507'	$\frac{1}{2}^{\circ}$
3042'	$\frac{1}{4}^{\circ}$
3544'	$\frac{1}{2}^{\circ}$
4003'	$\frac{3}{4}^{\circ}$
4499'	$\frac{3}{4}^{\circ}$
4655'	$1\frac{1}{2}^{\circ}$

Sincerely,

FOUR CORNERS DRILLING COMPANY



Gary Miller
Drilling Superintendent

GM/tdd

August 30, 1994
Champ 8
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Acknowledgement

State of New Mexico)
) s.s.
County of San Juan)

The foregoing instrument was acknowledged before me this 30th
day of August, 1994, by Gary Miller.

 No

Notary Public

My Commission Expires : 8-27-98
(seal)