



dugan production corp.

August 26, 1999

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

Re: Dugan Production Corp.
Huerfanito #5R
API #30 045 29701
Unit N, Sec. 10, T26N, R9W
San Juan County, NM

RECEIVED
AUG 30 1999
OIL CON. DIV.
DIST. 3

Gentlemen:

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

1/2° @ 130'	1-1/4° @ 2125'	1/4° @ 4500'
3/4° @ 250'	1° @ 2393'	3/4° @ 4932'
1/4° @ 299'	3/4° @ 2858'	3/4° @ 5371'
3/4° @ 813'	3/4° @ 3343'	3/4° @ 5867'
1° @ 1243'	1° @ 3725'	3/4° @ 6332'
3/4° @ 1675'	1° @ 4190'	

Sincerely,

John Alexander
Vice-President

State of New Mexico)
County of San Juan)^{ss}

Subscribed and sworn to before me this 26th day of August, 1999.

Notary Public

My Commission Expires: 9/8/01