



dugan production corp.

RECEIVED

OCT 30 2003

OIL CONSERVATION
DIVISION

October 10, 2003

Certified Mail
7002 2410 0001 0134 0467

San Juan Coal Company
P.O. Box 155
Fruitland, NM 87416

RE: ADMINISTRATIVE APPROVAL OF UNORTHODOX LOCATION
Sly Slav Com # 90S
866' FSL, 237' FES
E½ SECTION 13-T30N-R15W
SAN JUAN COUNTY, NEW MEXICO

Gentlemen:

Dugan Production Corp. has filed with the New Mexico Oil Conservation Division (NMOCD), an application for the Administrative Approval of an Unorthodox Location for its Sly Slav Com # 90S well. A copy of the application has been attached for your review.

If you have no objection to this unorthodox location, please sign the three copies of the attached waiver, return one executed copy to the NMOCD at 1220 South Saint Frances Drive in Santa Fe, New Mexico 87505, one copy to our office and retain one copy for your files.

Your cooperation in this matter is appreciated.

Sincerely,

Kurt Fagrelus
Geologist

KF/dp

WAIVER

San Juan Coal Co. hereby waives objection to the above referenced Application for Unorthodox Location for Dugan Production Corp.'s Sly Slav Com # 90S well.

Date: 10/23/03 By: [Signature]

cc: OCD-Aztec office, BLM-Farmington office, Offset Operators