



June 16, 2011

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

Re: Dugan Production Corp.
Shaw Com # 1
API #30 043 21108
Unit M Sec 16, T22N, R07W
Sandoval County, NM

Ladies/Gentlemen:


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

1/4° @ 400'
1/4° @ 980'
3/4° @ 1400'

RCVD JUN 17 '11
OIL CONS. DIV.

DIST. 3

Sincerely,


John Alexander
Vice-President

JA/jdc

State of New Mexico) SS
County of San Juan)

Subscribed and sworn to before me this 16th day of June, 2011.

Notary Public

My Commission Expires: 5-18-2015