



dugan production corp.

August 9, 2011

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

Re: Dugan Production Corp.
Lombardo Com #1
API #30 043 21107
Unit M, Sec. 29, T22N, R7W
Sandoval County, NM

Ladies/Gentlemen:

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

1° @ 600'
1° @ 1020'

Sincerely,

John Alexander
Vice-President

JA/tmf

State of New Mexico)

ss

County of San Juan)

Subscribed and sworn to before me this 9th day of August, 2011.

Notary Public

My Commission Expires:

July 14, 2014

