

dugan production corp.

November 9, 2011

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

Re: Dugan Production Corp.
Morrison SWD #2
API #30 045 33684
Unit A, Sec. 13, T22N, R9W
San Juan County, NM

Ladies/Gentlemen:

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

3/4° @ 887'	1 1/2° @ 4813'
1 1/4° @ 2735'	1 1/4° @ 4970'
1/4° @ 3045'	1° @ 5130'
3/4° @ 3990'	1° @ 5285'
1 1/4° @ 4180'	1° @ 5503'
1 1/4° @ 4656'	3/4° @ 5815'

Sincerely,


John Alexander
Vice-President

RCVD NOV 14 '11

OIL CONS. DIV.

JA/tmf

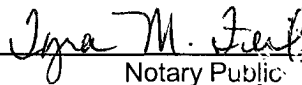
DIST. 3

State of New Mexico)

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County of San Juan)

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


Notary Public

My Commission Expires:

July 14, 2014