



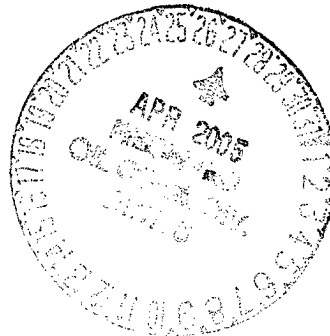
dugan production corp.



April 25, 2005

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

**Re: Dugan Production Corp.**  
King Com #2  
API #30 045 31116  
Unit J, Sec. 11, T29N, R14W  
San Juan County, NM



Ladies/Gentlemen:

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

$\frac{1}{2}^{\circ}$  @ 500'  
1° @ 1210'

Sincerely,

*John Alexander*

John Alexander  
Vice-President

JA/tmf

State of New Mexico)

ss

County of San Juan )

Subscribed and sworn to before me this 25th day of April, 2005.



*Connie L. Raczek*  
Notary Public

My Commission Expires: 3/4/08