



dugan production corp.

November 22, 2017

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

Re: **Dugan Production Corp.**
Daisy #1
API #30 045 35752
Unit D, Sec. 32, T25N, R12W
San Juan County, NM

OIL CONS. DIV DIST. 3
NOV 27 2017

Ladies/Gentlemen:

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

1/4° @ 125'
3/4° @ 625'
1° @ 1125'

Sincerely,

Kurt Fagrelus
VP, Land & Exploration

KF/tmf

State of New Mexico)

ss

County of San Juan)

Subscribed and sworn to before me this 22nd day of November, 2017.

Notary Public

My Commission Expires: November 2, 2020