

dugan production corp.

November 21, 2006

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

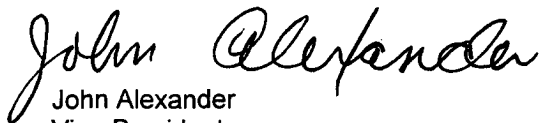
Re: Dugan Production Corp.
Hoss #92
API #30 045 33068
Unit N, Sec. 22, T23N, R11W
San Juan County, NM

Ladies/Gentlemen:

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

$\frac{1}{2}^{\circ}$ @ 500'
 $\frac{3}{4}^{\circ}$ @ 640'

Sincerely,



John Alexander
Vice-President

JA/tmf

State of New Mexico)

ss

County of San Juan)

Subscribed and sworn to before me this 21st day of November, 2006.





Notary Public

My Commission Expires: 3/4/08

RCVD NOV27'06

OIL CONS. DIV.

DIST. 3