

dugan production corp.

August 13, 2007

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

Re: **Dugan Production Corp.**
Gold Medal #90S
API #30 045 34221
Unit C, Sec. 31, T24N, R10W
San Juan County, NM

Apud 8/6/07

Ladies/Gentlemen:

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

$\frac{1}{4}^{\circ}$ @ 500'
 $\frac{3}{4}^{\circ}$ @ 1160'
TD 1515'

Sincerely,

John Alexander
John Alexander
Vice-President

RCVD AUG 15 '07
OIL CONS. DIV.
DIST. 3

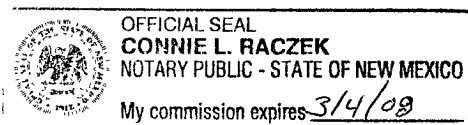
JA/tmf

State of New Mexico)

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County of San Juan)

Subscribed and sworn to before me this 13th day of August, 2007.



Connie L. Raczek
Notary Public

My Commission Expires: 3/4/08

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