



dugan production corp.

August 28, 2007

RCVD SEP 4 '07

OIL CONS. DIV.

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

DIST. 3

Re: Dugan Production Corp.
Gold Medal #90
API #30 045 34227
Unit N, Sec. 31, T24N, R10W
San Juan County, NM

Ladies/Gentlemen:

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

1/4° @ 500'
1° @ 1160'

Sincerely,


John Alexander
Vice-President

JA/tmf

State of New Mexico)

County of San Juan) ss

Subscribed and sworn to before me this 28th day of August, 2007.


Notary Public

My Commission Expires: 03/07/11

8