

Interest owners with  
No Return Receipts

(A) - Address is known to be  
good.  
Have confirmed by phone  
that Mr Fullerton has  
Received the 7-10-03 letter.

Jim Fullerton Has:

0.146% WE in Mo Valley 90  
0.375% WE in Rodeo Resic #1  
0.167% WE in " " #90  
0.0175% DREI in Phillips #1FR

U.S. Postal Service<sup>TM</sup>  
**CERTIFIED MAIL<sup>TM</sup> RECEIPT**  
(Domestic Mail Only; No Insurance Coverage Provided)  
For delivery information visit our website at [www.usps.com](http://www.usps.com)

OFFICIAL USE

Postage	\$ 1.52
Certified Fee	2.30
Return Receipt Fee (Endorsement Required)	1.75
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 5.57

Postmark  
Here

Sent To  
James B. Fullerton  
Street, Apt. No.,  
or PO Box No. 1645 Court Place, Suite 406  
City, State, Zip+4 Denver CO 80202-4508

PS Form 3800, June 2002 See Reverse for Instructions

7002 2410 0001 0133 8698  
E698 EETD 1000 DT42 2002

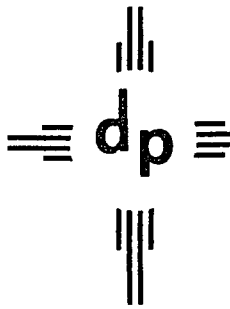
(B)

Returned w/ Bad Address -  
Remarked 8/11/03 to  
New Address confirmed  
by phone - See Attached  
Letter from Dugan Prod  
dated 8/11/03.

KCEH has 0.9375% ORRI IN  
Holly & 10K

7002 2420 0000 0000 0443

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OFFICIAL USE	
Postage	\$
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$
Postmark Here	
Sent To <i>attn: Jeff</i> <i>Koch Exploration Co. Interest Mgr</i>	
Street, Apt. No., or PO Box No. <i>20 East Greenway Plaza</i>	
City, State, ZIP+4 <sup>®</sup> <i>Houston TX 77046</i>	
PS Form 3800, June 2002	
See Reverse for Instructions	



dugan production corp.



August 11, 2003

**CERTIFIED**  
**RETURN RECEIPT REQUESTED**

Koch Exploration Co.  
Attn: Joint Interest Manager  
20 East Greenway Plaza  
Houston, TX 77046

Re: Dugan Production's proposed addition of wells to  
Dugan's Goodtimes Gas Gathering System  
San Juan County, New Mexico

Ladies/Gentlemen:

Enclosed is the letter dated 7-10-03 that was sent to all interest owners advising that Dugan Production was planning to add 42 wells to our Goodtimes Gas Gathering System. According to our records, Koch holds a 0.93750% overriding royalty interest in the Dakota completion of Dugan's Holly No.1. This well is currently connected to the gathering system and should not be affected by the proposed addition of wells.

This notice was initially sent to you at P. O. Box 27224 in Houston, TX 77046 and returned unclaimed. The New Mexico Oil Conservation Division rules require that notice be given to all interest owners. Unless you have objection to our proposal, no action is necessary on your part. Should you have questions or need additional information, please let me know.

Sincerely,

John D. Roe  
Engineering Manager

JDR/tmf

enclosure