



dugan production corp.



May 22, 2006

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

Re: Dugan Production Corp.
Jeter #4S
API #30 045 32986
Unit D, Sec. 1, T25N, R13W
San Juan County, NM

Ladies/Gentlemen:

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

$\frac{1}{2}^{\circ}$ @ 500'
 $\frac{1}{2}^{\circ}$ @ 1000'
 1° @ 1380'

Sincerely,

John Alexander
Vice-President



JA/tmf

State of New Mexico)

ss

County of San Juan)

Subscribed and sworn to before me this 22nd day of May, 2006.



Notary Public

My Commission Expires: 3/4/08