



dugan production corp.

January 19, 2007

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

Re:

Dugan Production Corp.

Zoe #91

API #30 045 33450

Unit A, Sec. 19, T24N, R10W San Juan County, NM

Ladies/Gentlemen:

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

½° @ 500' ¾° @ 1000' 1° @ 1340'

Sincerely,

John Alexander Vice-President

JA/tmf

State of New Mexico)

SS

County of San Juan)

Subscribed and sworn to before me this 19th day of January, 2007.

Jeis Cunning for Notary Public

My Commission Expires: D3/07/07