



dugan production corp.

October 25, 2007

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

Re: Dugan Production Corp.
Champ #90
API #30 045 34219
Unit B, Sec. 5, T23N, R10W
San Juan County, NM

Ladies/Gentlemen:

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

$\frac{1}{4}^{\circ}$ @ 500'
1° @ 1000'
 $\frac{3}{4}^{\circ}$ @ 1180'

RCVD OCT 29 '07
OIL CONS. DIV.

DIST. 3

Sincerely,


John Alexander
Vice-President

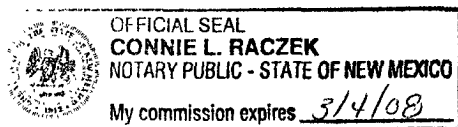
JA/tmf

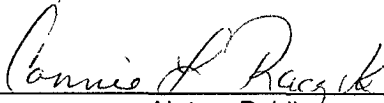
State of New Mexico)

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County of San Juan)

Subscribed and sworn to before me this 25th day of October, 2007.




Notary Public

My Commission Expires: 3/4/08

