

dugan production corp.

November 5, 2007

RCVD NOV 8 '07
OIL CONS. DIV.

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

DIST. 3

Re: Dugan Production Corp.
Gold Medal #94
API #30 045 34229
Unit G, Sec. 34, T24N, R10W
San Juan County, NM

Ladies/Gentlemen:

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

$\frac{1}{2}^{\circ}$ @ 500'
1° @ 1000'
 $1\frac{1}{4}^{\circ}$ @ 1400'

Sincerely,

John Alexander
Vice-President

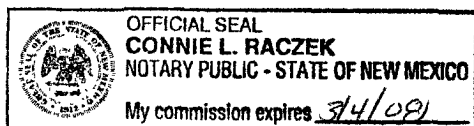
JA/tmf

State of New Mexico)

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County of San Juan)

Subscribed and sworn to before me this 5th day of November, 2007.



Notary Public

My Commission Expires: 3/4/08