

dugan production corp.

October 13, 2009

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


Re: Dugan Production Corp.
Gillespie Com #1
API #30 045 34930
Unit G, Sec. 9, T22N, R8W
San Juan County, NM

Ladies/Gentlemen:

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

1/2° @ 500'
3/4° @ 1000'
3/4° @ 1150'

Sincerely,


John Alexander
Vice-President


JA/tmf

State of New Mexico)

ss

County of San Juan)

Subscribed and sworn to before me this 13th day of October, 2009.


Notary Public

My Commission Expires: 03/07/11

RCVD OCT 20 '09

OIL CONS. DIV.

DIST. 3

20 1155'