

dugan production corp.

March 26, 1998

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


**Re: Dugan Production Corp.**  
*Mona Lisa #2*  
*API #30 039 25745*  
*Unit J, Sec. 14, T26N, R7W*  
*Rio Arriba Co., NM*

Gentlemen:

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


1/2° @ 128'	3/4° @ 2390'	1° @ 4606'
3/4° @ 346'	1/2° @ 2889'	1° @ 5128'
1/2° @ 891'	1/4° @ 3387'	3/4° @ 5626'
3/4° @ 1392'	1° @ 3664'	3/4° @ 6116'
3/4° @ 1893'	1 1/4° @ 4195'	1° @ 6618'

Sincerely,

  
John Alexander  
Vice-President

State of New Mexico)  
County of San Juan ) ss

Subscribed and sworn to before me this 26th day of March, 1998.

  
Notary Public

My Commission Expires:

9/8/2001

RECEIVED  
MAR 27 1998  
OIL CON. DIV.  
DIST. 3