

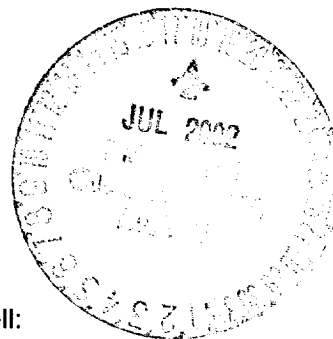
dugan production corp.

July 17, 2002

30-045-30915

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

Re: Dugan Production Corp.
Molly Pitcher #3
API #30 045 30915
Unit J, Sec. 14, T30N, R14W
San Juan County, NM



Gentlemen:

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

1/4° @ 500'
3/4° @ 1,000'

Sincerely,

John Alexander

John Alexander
Vice-President

JA:sh

State of New Mexico) ss
County of San Juan)

Subscribed and sworn to before me this 17th day of July, 2002.

Shari R. Blitch

Notary Public

My Commission Expires: 9/8/05