



dugan production corp.

October 31, 2002

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

Re: *Dugan Production Corp.*
Big Field #91Y
API# 30-045-31216
Unit K, Section 10, T30N, R14W
San Juan County, New Mexico

Gentlemen:

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

1/4° @ 500'
1/2° @ 1,000'
1/2° @ 1,400'

Sincerely,

John Alexander
Vice President

State of New Mexico)

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County of San Juan)

Subscribed and sworn to before me this 31st day of October, 2002.

Notary Public

My Commission Expires: August 23, 2006