

dugan production corp.

April 10, 2000

Dr. Jo Anne Callan 1028 Santa Florencia Solano Beach, CA 92075

RE: Dugan Production Corp.'s Application dated 3/29/2000 Surface commingling and off-lease measurement - San Juan County, NM

Dear Dr. Callan:

We recently sent you a copy of the above referenced application based on interest owner figures we had at the time. Upon further investigation, we have discovered that your interest does not lie in the area in question. We appreciated your understanding in this situation and have removed your name from the Interest Owners List for the proposed Tabor Gathering System.

We apologize for any inconvenience or confusion, and should you have any questions, need additional information or have any concerns, please let me know.

Sincerely,

John D. Roe

Engineering Manager

cc: NMOCD - Aztec & Santa Fe