



dugan production corp.

August 13, 2003

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



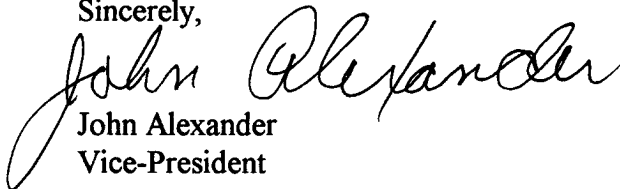
Re: Dugan Production Corp.
Supai Point #92
API #30 045 31414
Unit O Sec. 18, T24N, R8W
San Juan County, NM

Ladies/Gentlemen:

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

$\frac{1}{2}^{\circ}$ @ 500'
 $\frac{3}{4}^{\circ}$ @ 1000'
 1° @ 1500'
 1° @ 1800'

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 August, 2003.


Notary Public

My Commission Expires: 03/07/07