

dugan production corp.

February 16, 2004

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

Re: Dugan Production Corp.
January Jamboree #1
API #30 045 31229
Unit L, Sec. 31, T24N, R9W
San Juan County, NM

Ladies/Gentlemen:

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

¼° @ 345'	1¼° @ 2845'
¼° @ 593'	¼° @ 3343'
1° @ 1091'	½° @ 3843'
2° @ 1590'	½° @ 4346'
½° @ 1872'	½° @ 4842'
¾° @ 2372'	

Sincerely,


John Alexander
Vice-President

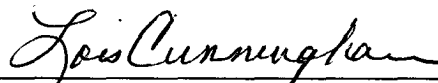
JA/tmf

State of New Mexico)

ss

County of San Juan)

Subscribed and sworn to before me this 16th day of February, 2004.


Notary Public

My Commission Expires:

03/07/07

