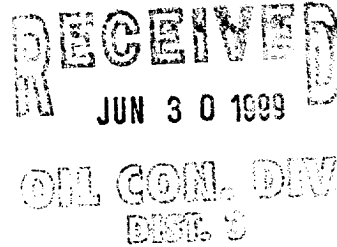




dugan production corp.

June 28, 1999

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



Re: Dugan Production Corp.
Sixteen G's #90
API #30 045 29709
Unit G, Sec. 7, T24N, R9W
San Juan County, NM

Gentlemen:

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

1/2° @ 500'
3/4° @ 1000'
1° @ 1500'
1° @ 1850'

Sincerely,

John Alexander
Vice-President

State of New Mexico)
County of San Juan)^{ss}

Subscribed and sworn to before me this 28th day of June, 1999.

Notary Public

My Commission Expires: 8-11-2000