

dugan production corp.



August 25, 2000

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



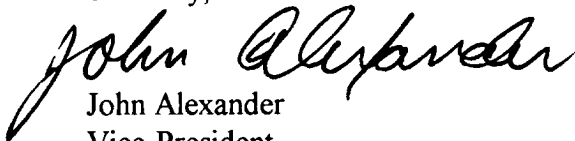
**Re: Dugan Production Corp.**  
*Kingfish Com #90*  
*API #30 045 29832*  
*Unit H, Sec. 3, T26N, R13W*  
*San Juan County, NM*

Gentlemen:

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

1/4° @ 500'  
1/2° @ 1000'

Sincerely,



John Alexander  
Vice-President

JA/tmf

State of New Mexico)  
County of San Juan )<sup>ss</sup>

Subscribed and sworn to before me this 25th day of August, 2000.



Notary Public

My Commission Expires: 9/8/01