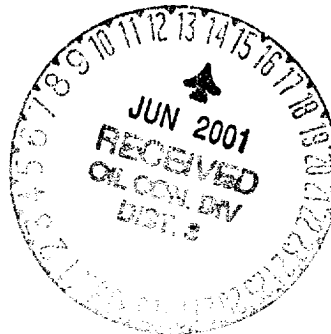


dugan production corp.

June 13, 2001

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

Re: Dugan Production Corp.
Jacobs Com #90
API #30 045 30588
Unit G, Sec. 26, T30N, R14W
San Juan County, NM



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° @ 1425'

Sincerely,

Terry Kochis
Engineer

TK/tmf

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

Subscribed and sworn to before me this 8th day of June, 2001.

Notary Public

My Commission Expires: 9/8/01