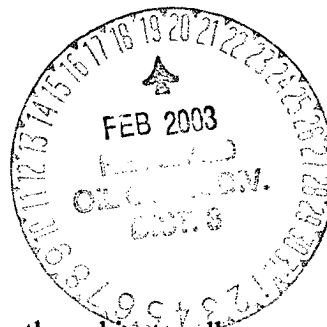


dugan production corp.

February 18, 2003

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

Re: Dugan Production Corp.
Turk's Toast #90S
API #30 045 30771
Unit E, Sec. 17, T30N, R14W
San Juan County, NM



Ladies/Gentlemen:

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

1/2° @ 500'
3/4° @ 1000'
3/4° @ 1190'

Sincerely,

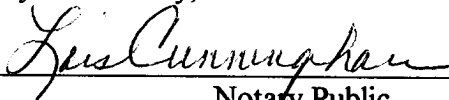


John Alexander
Vice-President

JA/tmf

State of New Mexico) ss
County of San Juan)

Subscribed and sworn to before me this 18th day of February, 2003.



Notary Public

My Commission Expires:

03/07/03