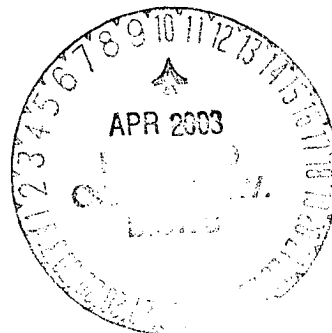


dugan production corp.

April 8, 2003

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

Re: Dugan Production Corp.
Federal B Com #90
API #30 045 31258
Unit C, Sec. 31, T30N, R11W
San Juan County, NM



Gentlemen:

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

1/2° @ 277'
1° @ 1735'
1-1/4° @ 2200'

Sincerely,


John Alexander
Vice-President

JA/tmf

State of New Mexico)

ss

County of San Juan)

Subscribed and sworn to before me this 8th day of April, 2003.


Notary Public

My Commission Expires:

03/07/07