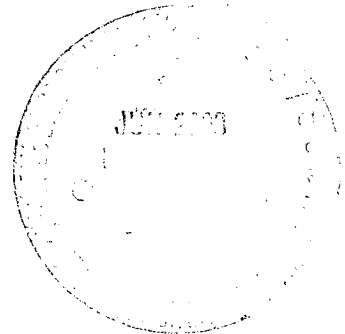


dugan production corp.

May 30, 2003

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



Re: Dugan Production Corp.
Goodman #90
API #30 045 30780
Unit J, Sec. 23, T22N, R8W
San Juan County, NM

Ladies/Gentlemen:

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

1/2° @ 500'

Sincerely,

John Alexander

John Alexander
Vice-President

JA/tmf

State of New Mexico) ss
County of San Juan)

Subscribed and sworn to before me this 30th day of May, 2003.

Lois Cunningham

Notary Public

My Commission Expires: 03/07/07