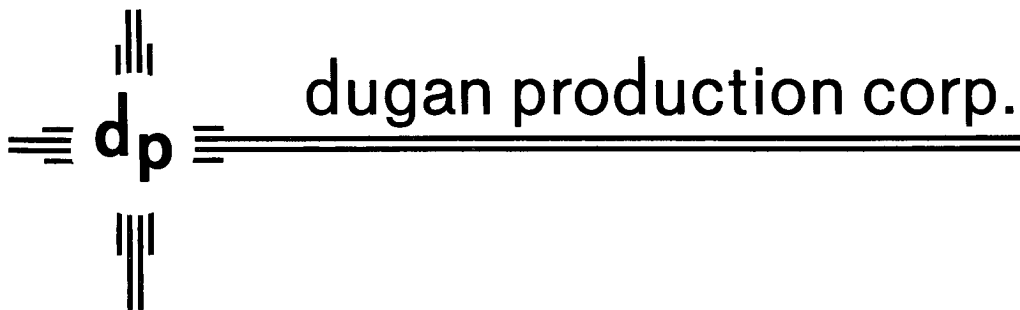




June 18, 2007

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

Re: Dugan Production Corp.
Clementine Com #90S
API #30 045 34017
Unit P, Sec. 27, T24N, R10W
San Juan County, NM

Ladies/Gentlemen:

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

1/2° @ 500'
1/2° @ 1000'
1° @ 1380'

RCVD JUN22'07
OIL CONS. DIV.
DIST. 3

Sincerely,

John Alexander
Vice-President

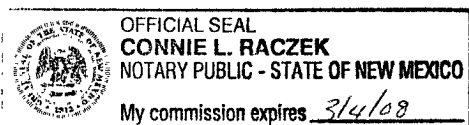
JA/tmf

State of New Mexico)

ss

County of San Juan)

Subscribed and sworn to before me this 18th day of June, 2007.



Notary Public

My Commission Expires: 3/4/08