



dugan production corp.

January 22, 2001

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



Re: Dugan Production Corp.
Billary #90
API #30 045 30248
Unit M, Sec. 31, T25N, R8W
San Juan County, NM

Gentlemen:

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

1/2° @ 500'
3/4° @ 1000'

Sincerely,

John Alexander
John Alexander
Vice-President

JA/tmf

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

Subscribed and sworn to before me this 22nd day of January, 2001.

Graci R. Hetch

Notary Public

My Commission Expires: 9/8/01