

dugan production corp.

September 8, 2005

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

Re: Dugan Production Corp.
Elmo Com #90S
API #30 045 32925
Unit G, Sec. 11, T24N, R11W
San Juan County, NM

Ladies/Gentlemen:

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

½° @ 500'
1° @ 1000'
1° @ 1360'

Sincerely,

John Alexander

John Alexander
Vice-President

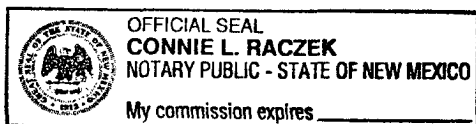
JA/tmf

State of New Mexico)

ss

County of San Juan)

Subscribed and sworn to before me this 8th day of September, 2005.



Connie L. Raczek

Notary Public



My Commission Expires: 3/4/08