

dugan production corp.



October 18, 2005

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

Re:

Dugan Production Corp.

Bitsili Com #90 API #30 045 33187 Unit G, Sec. 19, T24N, R9W San Juan County, NM

Ladies/Gentlemen:

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

1/4° @ 500' 3/4° @ 1000'

Sincerely,

Darrin Steed

Petroleum Engineer

DS/tmf

State of New Mexico)

SS

County of San Juan)

Subscribed and sworn to before me this 18th day of October, 2005.



Notary Public

My Commission Expires: 3/4/08