

dugan production corp.



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

Re:

Dugan Production Corp.

Hugh Lake #90 API #30 045 29829 Unit M, Sec. 33, T27N, R12W San Juan County, NM



Ladies/Gentlemen:

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

1/2° @ 500' 3/4° @ 1000' 1° @ 1400'

Sincerely,

John O, Roe

John D. Roe

Engineering Manager

JDR/tmf

State of New Mexico)

SS

County of San Juan)

Subscribed and sworn to before me this 15th day of July, 2003.

Notary Public

My Commission Expires: 03/07/07