



dugan production corp.

June 27, 2006

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

Re: Dugan Production Corp.
Bisti State #90S
API #30 045 32981
Unit H, Sec. 2, T25N, R13W
San Juan County, NM

Ladies/Gentlemen:

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

¼° @ 500'
½° @ 1000'
1° @ 1400'

Sincerely,

John Alexander
Vice-President

JA/tmf

State of New Mexico)

ss

County of San Juan)

Subscribed and sworn to before me this 27th day of June, 2006.

Notary Public

My Commission Expires: 03/07/07

