

dugan production corp.



July 25, 2006

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

Re:

Dugan Production Corp.

Jacobs Com #90S API #30 045 33683 Unit F, Sec. 25, T30N, R14W San Juan County, NM

Ladies/Gentlemen:

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

1/4° @ 500' 1/2° @ 1000' 1° @ 1360' AND THE STATE OF T

Sincerely,

John Alexander Vice-President

JA/tmf

State of New Mexico)

SS

County of San Juan)

Subscribed and sworn to before me this 25th day of July, 2006.



Notary Public

My Commission Expires: 3/4/08