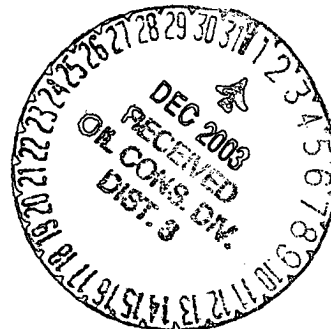


dugan production corp.

November 26, 2003

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



Re: Dugan Production Corp.
Monte Carlo Com #90
API #30 045 31945
Unit M Sec. 7, 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° @ 900'

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 26th day of November, 2003.

Lewis Cunningham
Notary Public

My Commission Expires:

03/07/07