

dugan production corp.

February 16, 2004

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

Re: Dugan Production Corp.
Sly Slav Com #90S
API #30 045 31958
Unit P, Sec. 13, T30N, R15W
San Juan County, NM

Ladies/Gentlemen:

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

¼° @ 500'
1° @ 1000'

Sincerely,


John Alexander
Vice-President

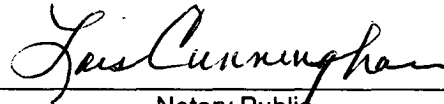
JA/tmf

State of New Mexico)

ss

County of San Juan)

Subscribed and sworn to before me this 16th day of February, 2004.



Notary Public



My Commission Expires:

03/07/07