

dugan production corp.

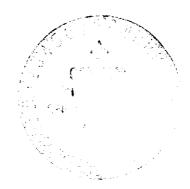


October 7, 2002

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

Re: Dugan Production Corp.

Lisbon #90 API #30 045 30923 Unit L, Sec. 11, T30N, R14W San Juan County, NM



Gentlemen:

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

1/4° @ 500' 1/2° @ 1,000' 1/2° @ 1,500' 1° @ 1,915'

Sincerely,

John Alexander Vice-President

JA:sh

State of New Mexico) ss

County of San Juan)

Subscribed and sworn to before me this 4th day of October, 2002.

Notary Public

My Commission Expires: Lugust 23, 2006