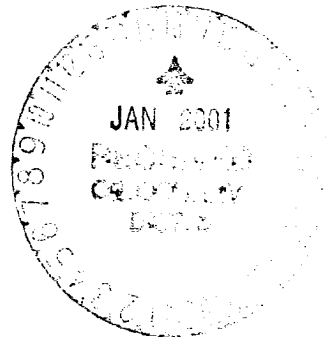


dugan production corp.

January 12, 2001

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




**Re: Dugan Production Corp.**  
**Cuccia Com #90**  
**API #30 045 30247**  
**Unit A, Sec. 14, T31N, R13W**  
**San Juan County, NM**

Gentlemen:

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

1/2° @ 500'      1° @ 1500'  
1° @ 1160'      1 1/2° @ 2055'

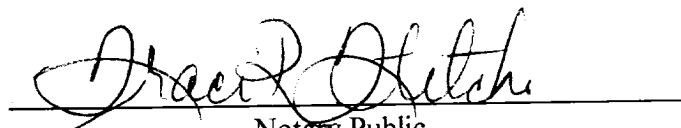
Sincerely,

  
John Alexander  
Vice-President

JA/tmf

State of New Mexico)  
County of San Juan ) ss

Subscribed and sworn to before me this 12th day of January, 2001.

  
Notary Public

My Commission Expires: 9/8/01