Form 3160-5 **UNITED STATES** FORM APPROVED DEPARTMENT OF THE INTERIOR (June 1990) Budget Bureau No. 1004-0135 BUREAU OF LAND MANAGEMENT Expires: March 31,1993 5. Lease Designation and Serial No. SUNDRY NOTICES AND REPORTS ON WELLS NM 024907 Do not use this form for proposals to drill or to deepen-or reentry to a different reservoir. 6. If Indian, Allotted or Tribe Name Use "APPLICATION FOR PERMIT A Polishich proposals SUBMIT IN TRIPLICATE 1. Type of Well 7. If Unit or CA, Agreement Designation Wall Well 2. Name of Operator 8. Well Name and No. Dugan Production Corp. Cuccia Com #90 3. Address and Telephone No. 9. API Well No. P.O. Box 420, Farmington, NM 87499 (505) 325 - 1821 30 045 30247 Location of Well (Footage, Sec., T., R., M., or Survey Description) 10. Field and Pool, or Exploratory Area 737' FNL & 1120' FEL (NE/4 NE/4) Basin Fruitland Coal Unit A, Sec. 14, T31N, R13W, NMPM 11. County or Parish, State San Juan, NM 12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Abandonment Change of Plans П Recompletion П **New Construction** M Subsequent Report Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off П Final Abandonment Notice **Altering Casing** Conversion to Injection X1 Other Current well status Dispose Water (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.) 13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.) In an application dated 1-17-01, central delivery (CDP) gas sales were authorized for Dugan Production's Cuccia No. 1 & No. 90 wells. This application was made anticipating the No. 90 would initially produce 25 to 30 mcfd upon completion. The well was completed 2-5-01 and to date has not produced a gas rate sufficient to warrant laying approximately 900' of pipeline and initiating the proposed CDP gas sales at the No. 1 sales meter. 1. The Cuccia No. 1 well is the only well delivering gas to the sales meter (Enterprise Meter No. 73286), which was the proposed CDP gas sales meter; 2. The Cuccia No. 90 is being rod pumped in an effort to dewater the Fruitland Coal and produce an increased gas rate; 3. The Cuccia No. 90 is currently producing approximately 3 mcfd plus 3.3 bwpd; 4. Produced gas volumes from the No. 90 are currently marginally sufficient to meet the fuel requirements for the pump unit engine. Occasionally the engine will shut down due to insufficient gas volumes and will require supplemental propane to restart; 5. Should gas volumes from the No. 90 increase sufficiently to warrant moving forward with the CDP sales as proposed in our application dated 1-17-01, we intend to do so and will advise the BLM and NMOCD at the time of initiating the CDP gas sales. 14. I hereby certify that the foregoing is true and correct **Engineering Manager** 9/16/2005 Date **ACCEPTED FOR RECORD** 

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any faise, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Title

(This space for Federal or State office use)

Conditions of approval, if any:

Approved by

OCT 0 3 2005

FARMINGTON FIELD OFFICE

Date