

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010**SUNDRY NOTICES AND REPORTS ON WELLS**
*Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.*5. Lease Serial No.
NMNM23744

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

SUBMIT IN TRIPLICATE - Other instructions on reverse side.8. Well Name and No.
OLYMPIC 909. API Well No.
30-045-35272-00-X110. Field and Pool, or Exploratory
BASIN FRUITLAND COAL11. County or Parish, and State
SAN JUAN COUNTY, NM

1. Type of Well

☐ Oil Well ☐ Gas Well ☒ Other: COAL BED METHANE

2. Name of Operator

DUGAN PRODUCTION CORPORATION

Contact: KURT FAGRELIUS

Email: kfagrelus@duganproduction.com

3a. Address

FARMINGTON, NM 87499

3b. Phone No. (include area code)

Ph: 505-325-1821

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Sec 3 T23N R10W SESW 905FSL 1400FWL
36.251000 N Lat, 107.887910 W Lon**12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|------------------------------------------------------|-----------------------------------------------|-------------------------------------------|----------------------------------------------------|-------------------------------------------|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other |
| CS | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | Change to Original A |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | PD |

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Dugan Production Corp. plans to abandon original pit application and will use a closed-loop drilling system while drilling well.

OIL CONS. DIV DIST. 3
AUG 07 2014

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #252853 verified by the BLM Well Information System
For DUGAN PRODUCTION CORPORATION, sent to the Farmington
Committed to AFMSS for processing by JIM LOVATO on 07/30/2014 (14JXL0152SE)

Name (Printed/Typed) KURT FAGRELIUS

Title VP, LAND & EXPLORATION

Signature (Electronic Submission)

Date 07/14/2014

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By JIM LOVATO

Title PETROLEUM ENGINEER

Date 07/30/2014

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office Farmington

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

NMOC

2

Revisions to Operator-Submitted EC Data for Sundry Notice #252853

| | Operator Submitted | BLM Revised (AFMSS) |
|----------------|--------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------|
| Sundry Type: | APDCH NOI | APDCH NOI |
| Lease: | NMNM23744 | NMNM23744 |
| Agreement: | | |
| Operator: | DUGAN PRODUCTION CORP P O BOX 420 FARMINGTON, NM 87499-0420 Ph: 505-325-1821 | DUGAN PRODUCTION CORPORATION FARMINGTON, NM 87499 Ph: 505-325-1821 |
| Admin Contact: | KURT FAGRELIUS VP, EXPLORATION & GEOLOGY E-Mail: kfagrelus@duganproduction.com Ph: 505-325-1821 | KURT FAGRELIUS VP, LAND & EXPLORATION E-Mail: kfagrelus@duganproduction.com Ph: 505-325-1821 |
| Tech Contact: | KURT FAGRELIUS VP, EXPLORATION & GEOLOGY E-Mail: kfagrelus@duganproduction.com Ph: 505-325-1821 | KURT FAGRELIUS VP, LAND & EXPLORATION E-Mail: kfagrelus@duganproduction.com Ph: 505-325-1821 |
| Location: | | |
| State: | NM | NM |
| County: | SAN JUAN | SAN JUAN |
| Field/Pool: | BASIN FRUITLAND COAL | BASIN FRUITLAND COAL |
| Well/Facility: | OLYMPIC 90 Sec 3 T23N R10W Mer NMP SESW 905FSL 1400FWL 36.251000 N Lat, 107.887910 W Lon | OLYMPIC 90 Sec 3 T23N R10W SESW 905FSL 1400FWL 36.251000 N Lat, 107.887910 W Lon |