Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

Lease Serial No. NMNM019411

SUNDRY NOTICES AND REPORTS ON WELLS	
not use this form for proposals to drill or to re-enter an	
indoned well. Use form 3160-3 (APD) for such proposals	

Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.		6. If Indian, Allottee or Tribe Name RCVD SEP 29 '14				
SUBMIT IN TRIPLICATE - Other instructions on reverse side. 1. Type of Well Oil Well Gas Well Other: COAL BED METHANE 2. Name of Operator DUGAN PRODUCTION CORPORATION CORP		7. If Unit or CA/Agreement, Name and/or No. NMNM110404 8. Well Name and No. FEDERAL B COM 91 9. API Well No. 30-045-35232-00-X1				
				3a. Address P.O. 420 FARMINGTON, NM 87499	3b. Phone No. (include area code) Ph: 505-325-1821	10. Field and Pool, or Exploratory BASIN FRUITLAND COAL OIL CONS DILL
				4. Location of Well (Footage, Sec., T., R., M., or Survey D	escription)	11. County or Parish, and State
Sec 31 T30N R11W NESW 1355FSL 2040FWI 36.765300 N Lat, 108.033830 W Lon	L	SAN JUAN COUNTY, NM DIST. 3				
12. CHECK APPROPRIATE BOX	(ES) TO INDICATE NATURE OF NOTIC	CE, REPORT, OR OTHER DATA				

TYPE OF SUBMISSION	TYPE OF ACTION			
□ Notice of Intent	☐ Acidize☐ Alter Casing	☐ Deepen☐ Fracture Treat	☐ Production (Start/Resume) ☐ Reclamation	☐ Water Shut-Off ☐ Well Integrity
Subsequent Report	☐ Casing Repair	■ New Construction	☐ Recomplete	Other
☐ Final Abandonment Notice	☐ Change Plans	□ Plug and Abandon	☐ Temporarily Abandon	Drilling Operations
$\wp \rho$	☐ Convert to Injection	Plug Back	■ Water Disposal	

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 recomplete 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 recompletion 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.)

Pressure test casing to 3000 psi for 30 mins, held. Run GR-CCL-CNL logs. Perforate (7/17/14) Fruitland Coal from 1941'-1950' & 2008'-2030' w/4 spf (total 33', 132 holes). Frac w/130,000# sand; 776 bbls fluid; 801 Mscf N2 pumped (9/16/14). Ran 2-3/8" 4.7# J-55 tbg on 9/22/14. Land @ 2088', SN @ 2051'.

14. I hereby certify that the	ne foregoing is true and correct. Electronic Submission #265379 verifie For DUGAN PRODUCTION CORPO Committed to AFMSS for processing by J	DRÁTIC	N, sent to the Farmington	
Name (Printed/Typed)	JOHN C ALEXANDER	Title	VICE-PRESIDENT	
Signature	(Electronic Submission)	Date	09/23/2014	
	THIS SPACE FOR FEDERA	L OR	STATE OFFICE USE	
Approved By ACC	CEPTED		IM LOVATO PETROLEUM ENGINEER	Date 09/25/2014
certify that the applicant hol	ny, are attached. Approval of this notice does not warrant or ds legal or equitable title to those rights in the subject lease licant to conduct operations thereon.	Office	: Farmington	
	I and Title 43 U.S.C. Section 1212, make it a crime for any pe or fraudulent statements or representations as to any matter w			ment or agency of the United

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