

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

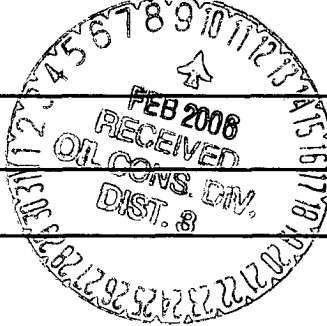
FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT -" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Designation and Serial No. NOG-05020-1715
2. Name of Operator Dugan Production Corp.		6. If Indian, Allotted or Tribe Name Navajo Allotted
3. Address and Telephone No. P.O. Box 420, Farmington, NM 87499 (505) 325 - 1821		7. If Unit or CA, Agreement Designation Big Yazzie #1
Location of Well (Footage, Sec., T., R., M., or Survey Description) 660' FNL & 1980' FEL (NW/4 NE/4) Unit B, Sec. 6, T23N, R9W, NMPM		8. Well Name and No. 30 045 33149
		9. API Well No. 30 045 33149
		10. Field and Pool, or Exploratory Area Bisti Gallup South
		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	
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment	<input type="checkbox"/> Change of Plans
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> New Construction
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Conversion to Injection
	<input checked="" type="checkbox"/> Other <u>Completion</u>	<input type="checkbox"/> 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.)*

Pressure test casing to 3500#, held. Run GR-CCL-CNL logs. Perforate Gallup Sandstone from 4618'-26"; 4635'-38"; 4642"; 4643'-4643.5"; 4644'-4644.5"; 4645'; 4676'-78"; 4728'-29"; 4744"; 4746"; 4756'-57"; 4808'-09"; 4814'-4818"; 4819'-4819.5"; 4820'-4820.5"; 4821'-4821.5"; 4822'-4822.5"; 4823" w/1 spf (total 44 holes). Acidize w/43 bbls 15% HCL. Frac w/80,074 gals slickwater; 169,420# 20/40 Brady sand.

RECEIVED
 FARMINGTON NM
 FEB 7 7 AM 10 38

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

Signed John Alexander Title Vice-President Date 2/1/2006

(This space for Federal or State office use)

Approved by _____ Title _____ Date _____

Conditions of approval, if any: _____

ACCEPTED FOR RECORD

FEB 08 2006

FARMINGTON FIELD OFFICE
BY ds

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 false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.