District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Avenue, Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

1220 S. St. Francis Dr., Santa Fe, NM 87505

District IV

State of New Mexico Energy, Minerals & Natural Resource

> Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-104 Revised June 10, 2003

Submit to Appropriate District Office 3 Copies

MENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT							
1 Operator name and A	name and Address 2 OGRID Number						
Dugan Production Corp. P. O. Box 420 Farmington, NM 87499-0420		006515 Reason for Filing Code/ Effective Date CO & AG					
					⁴ API Number	⁵ Pool Name	⁶ Pool Code
					30 - 045 - 33186	Bisti Lower Gallup	5890
⁷ Property Code	8 Property Name	9 Well Number					
	Ritsili	1					

II. 10 Surface Location Ul or lot no. Section Township East/West line Range Lot.Idn North/South line Feet from the Feet from the County 19 24N San Juan G 9W 1470 North 1780 East 11 Bottom Hole Location UL or lot no. Section Township East/West line County Lot Idn Feet from the North/South line Feet from the Range 19 24N 9W 1470 1780 East San Juan

12 Lse Code 13 Producing Method Code 14 Gas Connection Date ¹⁵ C-129 Permit Number ¹⁶ C-129 Effective Date 17 C-129 Expiration Date F III. Oil and Gas Transporters 21 O/G 22 POD ULSTR Location

OGRID	and Address	POD	0/G	and Description
009018	Giant Refining 111 County Road 4990, Bloomfield		О	Goodtimes Gas Gathering System CDP located @ H-12-24N-10W
			100452-0	
151618	Enterprise Field Services 614 Reilly Avenue, Farmington, NM		G	Goodtimes Gas Gathering System CDP located @ H-12-24N-10W
A CONTRACTOR OF THE CONTRACTOR				45 TE 9 10 11 P. B.
		Consequence		PEB 2006 RECEIVED COLL CONS. DIV.
IV. Produced	l Water			(C) (B) (C) (C)

²³ POD ²⁴ POD ULSTR Location and Description

(505)325-1821

February 9, 2006

²⁵ Spud Date 12/8/05	²⁶ Ready Date 1/30/06	²⁷ TD 6490'	²⁸ PBTD 6430'	²⁹ Perforations 5117'-5250'	³⁰ DHC, MC
31 Hole Size	32 Casing	g & Tubing Size	³³ Depth S	et	³⁴ Sacks Cement
12-1/4"	8-5/	8'' 24# J-55	359'		300 sx
77/8"	4-1/2	'' 10.5# J-55	6490'	1 st	stage: 345 sx 2 nd stage: 675 sy
		2-3/8"	5176'		

VI. Well Test Data 35 Date New Oil ³⁸ Test Length ⁴⁰ Csg. Pressure ³⁶ Gas Delivery Date ³⁹ Tbg. Pressure **Test Date** NA 1/31/06 140 540 NA 24 hrs 44 Gas 42 Oil 41 Choke Size 45 AOF Water 46 Test Method 15 147 100 OIL CONSERVATION DIVISION ⁴⁷ I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Approved by: Signature: Printed name Title: SUPERVISOR DISTRICT #3 John C. Alexande Approval Date: Title: FEB 1 0 2006 Vice-President E-mail Address: johncalexander@duganproduction.com Phone: Date: