

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

**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.*

FORM APPROVED  
OMB NO. 1004-0137  
Expires: January 31, 2018

5. Lease Serial No.  
NMNM109403

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.  
CLAY 1

9. API Well No.  
30-045-35799

10. Field and Pool or Exploratory Area  
BASIN FRUITLAND COAL

11. County or Parish, State  
SAN JUAN COUNTY, NM

**SUBMIT IN TRIPLICATE - Other instructions on page 2**

1. Type of Well  
☐ Oil Well ☐ Gas Well ☒ Other: COAL BED METHANE

2. Name of Operator  
DUGAN PRODUCTION CORP. Contact: KURT FAGRELIUS  
E-Mail: kfagrelus@duganproduction.com

3a. Address  
PO BOX 420  
FARMINGTON, NM 87499-0420  
3b. Phone No. (include area code)  
Ph: 505-325-1821

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
Sec 27 T23N R10W Mer NMP NWNW 1102FNL 661FWL  
36.202163 N Lat, 107.890419 W Lon

**12. CHECK THE 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"/> Hydraulic Fracturing	<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
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> 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 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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.

Operator requests a name change for this well (will be communitized).

Old Name - Clay #1

New Name - Clay Corn #1

New C-102 reflecting correct name is attached.

OIL CONS. DIV DIST. 3

NOV 29 2017

*PROPOSED CODE: 320084*

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

Electronic Submission #395094 verified by the BLM Well Information System  
For DUGAN PRODUCTION CORP., sent to the Farmington  
Committed to AFMSS for processing by VIRGINIA BARBER on 11/15/2017 ()

Name (Printed/Typed) KURT FAGRELIUS

Title VP LAND & EXPLORATION

Signature (Electronic Submission)

Date 11/15/2017

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved By *Dave Mankiewicz*

Title AFM-minerals

Date 11/15/17

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 FFO

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.

(Instructions on page 2)

**\*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\***

*AV*

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Name (Printed/Typed) KURT FAGRELIUS

Title VP LAND &amp; EXPLORATION

Signature (Electronic Submission)

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## THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By

Title

Date

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\*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\*

NMOCDV



Submit one copy to  
Appropriate District Office

## OIL CONSERVATION DIVISION

1220 South St. Francis Drive  
Santa Fe, NM 87505

☐ AMENDED REPORT

## WELL LOCATION AND ACREAGE DEDICATION PLAT

*API Number 30-045-35799	*Pool Code 71629	*Pool Name BASIN FRUITLAND COAL	
*Property Code 319474 320084	*Property Name CLAY COM		*Well Number 1
*OGRID No. 006515	*Operator Name DUGAN PRODUCTION CORPORATION		*Elevation 6679'

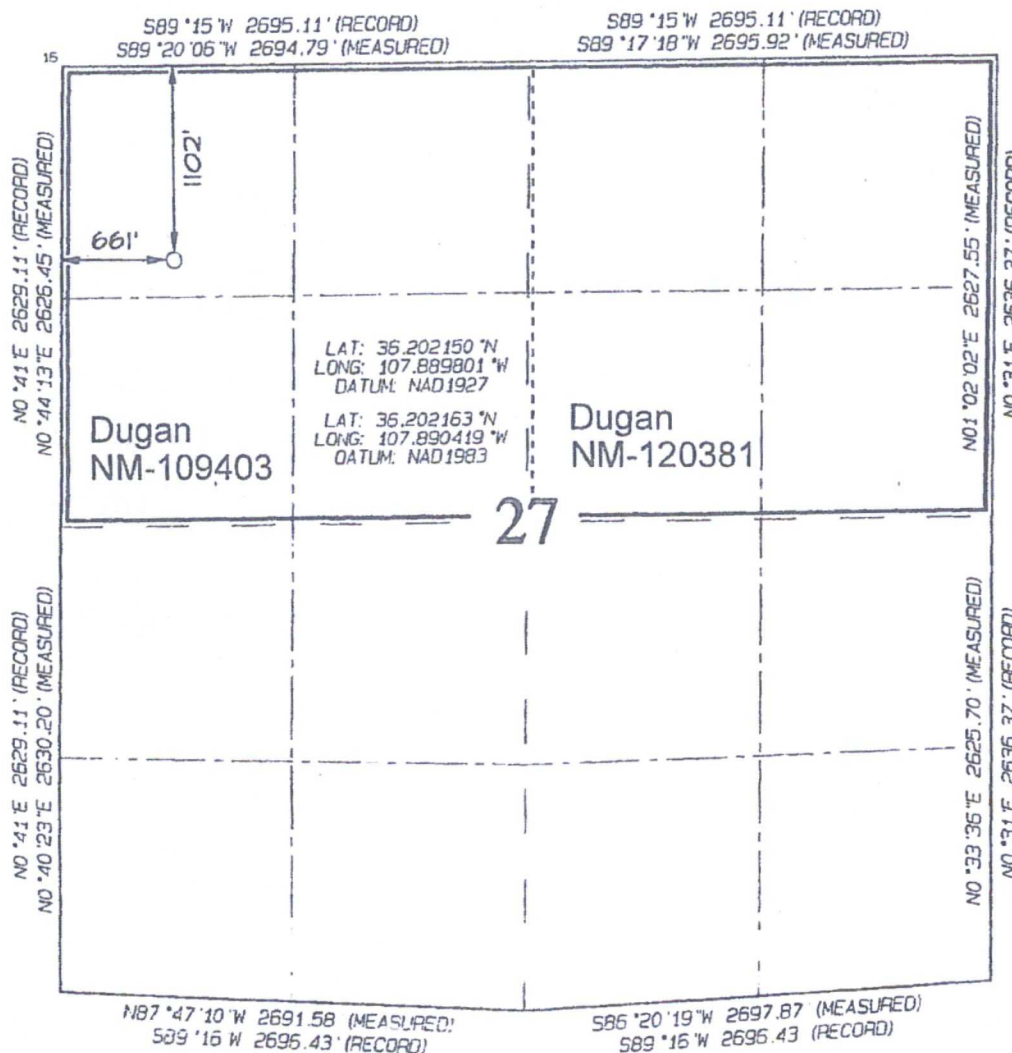
### 10 Surface Location

U. or lot no.	Section	Township	Range	Lot 101	Feet from the	North/South line	1669	East/West line	County
D	27	23N	10W		1102	NORTH	661	WEST	SAN JUAN

<sup>11</sup> Bottom Hole Location If Different From Surface

U. of lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
<sup>12</sup> Dedicated Acres 320.0 Acres - N/2					<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> Order No.		

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



## 17 OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unless mineral interest in the land including the proposed bottom-hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Kurt Faglin 9/28/2016  
Signature Date

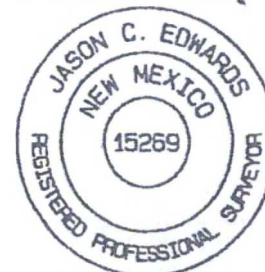
Printed Name  
kfagrelus@duganproduction.com

## 18 SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision and that the same is true and correct to the best of my belief.

Date Revised: SEPTEMBER 6, 2016  
Date of Survey: JULY 10, 2016

Signature and Seal of Professional Surveyor



**JASON C. EDWARDS**  
Certificate Number 15269