

Submit 1 Copy To Appropriate District Office
District I – (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II – (575) 748-1283
811 S. First St., Artesia, NM 88210
District III – (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV – (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
Revised July 18, 2013

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-043-20831
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. V-1399
7. Lease Name or Unit Agreement Name Gus YJ State
8. Well Number 1
9. OGRID Number 006515
10. Pool name or Wildcat Lybrook Gallup

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>
2. Name of Operator Dugan Production Corp.
3. Address of Operator PO Box 420, Farmington, NM 87499-0420
4. Well Location Unit Letter <u>B</u> : <u>660</u> feet from the <u>North</u> line and <u>1980</u> feet from the <u>East</u> line Section <u>32</u> Township <u>23N</u> Range <u>6W</u> NMPM San Juan County
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 7245' GR

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
CLOSED-LOOP SYSTEM <input type="checkbox"/>			
OTHER: Connection for gas sales <input checked="" type="checkbox"/>		OTHER: <input type="checkbox"/>	

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

The Gus YJ State #1 has been approved to be added to Encana's Lybrook Trunk Line #1 Gas Gathering System. Encana's application dated 6/23/17 has been approved by the NMOCD (Administrative Order PLC-373-A-E/OLM-82-B), BLM and the New Mexico State Land Office. The connection to the Lybrook Gathering System is planned for ±100' southeast of the well and will deliver gas to Enterprise @ Encana's CDP located in the SWNW of Section 36, T23N, R7W. An onsite gas meter will be installed and used for allocating volumes sold at the CDP to the well.

OIL CONS. DIV DIST. 3
DEC 18 2017

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE John Roe TITLE Engineering Manager DATE 12/15/17

Type or print name John Roe E-mail address: johnroe@duganproduction.com PHONE: 505-325-1821

For State Use Only

APPROVED BY: Charles R TITLE SUPERVISOR DISTRICT #3 DATE 12-20-17
Conditions of Approval (if any): AV