

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

2006 APR 10 AM 11:5

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 type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 5. Lease Designation and Serial No. NM-96799 |
| 2. Name of Operator Dugan Production Corp. | | 6. If Indian, Allotted or Tribe Name |
| 3. Address and Telephone No. P.O. Box 420, Farmington, NM 87499 (505) 325 - 1821 | | 7. If Unit or CA, Agreement Designation |
| Location of Well (Footage, Sec., T., R., M., or Survey Description) 1500' FSL & 1200' FWL (NW/4 SW/4) Unit L, Sec. 18, T23N, R10W, NMPM | | 8. Well Name and No. Ponderosa Com #90 |
| | | 9. API Well No. 30 045 33346 |
| | | 10. Field and Pool, or Exploratory Area Basin Fruitland Coal |
| | | 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 checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Recompletion |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Plugging Back |
| | <input type="checkbox"/> Casing Repair |
| | <input type="checkbox"/> Altering Casing |
| | <input checked="" type="checkbox"/> Other <u>TD, production casing</u> |
| | <input type="checkbox"/> Change of Plans |
| | <input type="checkbox"/> New Construction |
| | <input type="checkbox"/> Non-Routine Fracturing |
| | <input type="checkbox"/> Water Shut-Off |
| | <input type="checkbox"/> Conversion to Injection |
| | <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.)*

Drill to TD @ 1000' on 3/1/06. Run 5½" 15.5# 8rd LT&C csg. Set @ 987', float collar @ 944'. Cement w/55 sx Type 5 cement w/sodium metasilicate w/3# Gilsonite & 1/4# celloflake/sx. Tail w/50 sx Type 5 cement w/3# Gilsonite & 1/4# celloflake/sx (179 cu ft total slurry). Displace w/22 bbls water. Circulate 10 bbls cement.



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

Signed John Alexander Title Vice-President Date 4/6/2006
John Alexander

(This space for Federal or State office use)

Approved by _____ Title _____ Date APR 14 2006

Conditions of approval, if any:

ACCEPTED FOR RECORD
FARMINGTON FIELD OFFICE
Sme

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.