

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

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

NMOC

Form C-103
Revised July 18, 2013

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.)		WELL API NO. 30-043-20831
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Dugan Production Corp.		6. State Oil & Gas Lease No. V-1399
3. Address of Operator PO Box 420, Farmington, NM 87499-0420		7. Lease Name or Unit Agreement Name Gus YJ State
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		8. Well Number 1
		9. OGRID Number 006515
		10. Pool name or Wildcat Lybrook Gallup
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: <input type="checkbox"/>		OTHER: Connection for gas sales <input checked="" 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 No. 1 was connected to Encana's Lybrook Trunk Line #1 Gas Gathering System approximately 100' southeast of the well on 1/17/18 as proposed in Encana's application dated 6/23/17 and approved by the NMOC (Administrative Order PLC-373-F, dated 7/14/17), the BLM 9/21/17, and the NM State Land Office 7/18/17. The well has a Fisher Roc EFM (Meter No. 550509729) installed on location which will be used to allocate volumes sold at the CDP to the well. First delivery of gas occurred at 10:35 a.m. on 1/23/18. As stipulated in BLM's approval, Encana did advise the BLM as to the date and time of the meter calibration on the Gus YJ State No. 1, however no BLM inspector was present to witness the calibration.

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 3/18/18

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

For State Use Only

APPROVED BY: Brandon Leall TITLE Deputy Oil & Gas Inspector DATE 3/29/18
Conditions of Approval (if any): AV District #3