

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SUBMIT IN DUPLICATE:
(Other instructions on
reverse side)

WELL COMPLETION OR RECOMPLETION REPORT AND LOG*

1. a. TYPE OF WELL: OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> DRY <input type="checkbox"/> OTHER _____		5. LEASE DESIGNATION AND SERIAL NO. NM-76866	
b. TYPE OF COMPLETION: NEW Well <input checked="" type="checkbox"/> WORK OVER <input type="checkbox"/> DEEP-EN <input type="checkbox"/> PLUG BACK <input type="checkbox"/> DIFF. CENTR. <input type="checkbox"/> OTHER _____		6. IF INDIAN, ALLOTTEE OR TRIBE NAME	
2. Name of Operator Dugan Production Corp.		7. UNIT AGREEMENT NAME	
3. Address and Telephone No. P.O. Box 420, Farmington, NM 87499 (505) 325 - 1821		8. FARM OR LEASE NAME, WELL NO. Alamo Com #90	
4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements)* At surface 1980' FSL & 800' FWL (NW/4 SW/4)		9. API Well No. 30-045-32992	
At top prod. interval reported below same		10. FIELD AND POOL, OR WILDCAT Basin Fruitland Coal	
At total depth same		11. SEC., T., R., M., OR BLOCK AND SURVEY OR AREA Unit L Sec. 4, T25N, R13W	
14. PERMIT NO.		DATE ISSUED: JUN 2006	12. COUNTY OR PARISH San Juan
			13. STATE NM

15. DATE SPUNDED 4/12/2006		16. DATE T.D. REACHED 4/19/2006		17. DATE COMPL. (Ready to prod.) 6/1/2006		18. ELEVATIONS (DF, RKB, RT, GR, ETC.)* 6356' GL		19. ELEV. CASINGHEAD	
20. TOTAL DEPTH, MD & TVD 1610'		21. PLUG BACK T.D., MD & TVD 1561'		22. IF MULTIPLE COMPL., HOW MANY*		23. INTERVALS DRILLED BY TD		ROTARY TOOLS TD	
24. PRODUCING INTERVAL(S), OF THIS COMPLETION - TOP, BOTTOM, NAME (MD AND TVD)* 1351'-1408' (Fruitland Coal)								25. WAS DIRECTIONAL SURVEY MADE no	
26. TYPE ELECTRIC AND OTHER LOGS RUN GR-CNL-CCL								27. WAS WELL CORED no	

28. CASING RECORD (Report all strings set in well)					
CASING SIZE/GRADE	WEIGHT, LB./FT.	DEPTH SET (MD)	HOLE SIZE	TOP OF CEMENT, CEMENTING RECORD	AMOUNT PULLED
7" J-55	23#	125'	8-3/4"	50 sx Type 5 cement w/2% CaCl2 w/1/4# celloflake/sx	
4-1/2" J-55	10.5#	1603'	6-1/4"	100 sx 2% Lodense w/3# Gilsonite/sx & PhenoSeal. Tail w/50 sx Type 5 cement w/3# Gilsonite/sx & PhenoSeal (273 cu ft total).	

29. LINER RECORD				30. TUBING RECORD			
SIZE	TOP (MD)	BOTTOM (MD)	SACKS CEMENT*	SCREEN (MD)	SIZE	DEPTH SET (MD)	PACKER SBT (MD)
					2-3/8"	1476'	N/A

31. PERFORATION RECORD (Interval, size and number)	32. ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC.	
	DEPTH INTERVAL (MD)	AMOUNT AND KIND OF MATERIAL USED
1351'-66'; 1382'-92'; 1398'-1408' w/4 spf (total 136 holes)	1351'-1408'	400 gals 7 1/2% HCL; 74,300 gals cross-linked water; 144,800# 20/40 Brady sand

33.* PRODUCTION							
DATE FIRST PRODUCTION N/A	PRODUCTION METHOD (Flowing, gas lift, pumping - size and type of pump) Shut in						
DATE OF TEST	HOURS TESTED	CHOKE SIZE	PROD'N FOR TEST PERIOD	OIL - BBL.	GAS - MCF.	WATER - BBL.	GAS - OIL RATIO
FLOW, TUBING PRESS.	CASING PRESSURE	CALCULATED 24 - HOUR RATE	OIL - BBL.	GAS - MCF.	WATER - BBL.	OIL GRAVITY - API (CORR.)	

34. DISPOSITION OF GAS (Sold, used for fuel, vented, etc.) Vented - to be sold - Sundry notice of test will be filed	TEST WITNESSED BY
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35. LIST OF ATTACHMENTS

36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records

SIGNED John Alexander Title Vice-President Date 6/7/2006

*(See Instructions and Spaces for Additional Data on Reverse Side)

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.

37. SUMMARY OF POROUS ZONES: (Show all important zones of porosity and contents thereof: cored intervals; and all drill-stem, tests, including depth interval tested on used, time tool open, flowing and shut-in pressures, and recoveries):

38. GEOLOGIC MARKERS

FORMATION	TOP	BOTTOM	DESCRIPTION, CONTENTS, ETC.	NAME	MEAS. DEPTH	TOP	TRUE VERT. DEPTH
				Ojo Alamo	92'		
				Kirtland	174'		
				Fruitland	1003'		
				Pictured Cliffs	1408'		
				TOTAL DEPTH	1610'		