Form 3160-5 (August 2007)

| UNITED STATES |
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| DEPARTMENT OF THE INTERIOR |
| BUREAU OF LAND MANAGEMENT |

| | U OF LAND MA | | |
|------------------------------------|-----------------|------------------|----------|
| SUNDRY NOT Do not use this form | m for proposals | s to drill or to | re-enter |
| abandoned well. Us | e form 3160-3 (| (APD) for such | propos |

| FORM APPROVED |
|------------------------|
| OMB NO 1004-0135 |
| Expires: July 31, 2010 |

| | Expires: | | |
|-----------|----------|--|--|
| ease Seri | al No. | | |

| REPORTS ON WELLS | NMNM96802 |
|--|---|
| sals to drill or to re-enter an 0-3 (APD) for such proposals. | 6. If Indian, Allottee or Tribe Name |
| instructions on reverse side. | 7. If Unit or CA/Agreement, Name and/or No. |

| apandoned wei | i. Use form 3100-3 (AF | D) for such proposals. | | | |
|---|---|--|---|---|--|
| SUBMIT IN TRII | PLICATE - Other instruc | tions on reverse side. | 7. If Unit or CA/A | greement, Name and/or No. | |
| Type of Well Oil Well | ner | | 8. Well Name and BONANZA CO | | |
| Name of Operator Contact: JOHN C ALEXANDER DUGAN PRODUCTION CORPORATION Dinneral production.com | | | 9. API Well No. 30-045-3331 | 2-00-X1 | |
| 3a. Address FARMINGTON, NM 87499 | | 3b. Phone No. (include area code Ph: 505-325-1821 | BASIN FRUI | 10. Field and Pool, or Exploratory BASIN FRUITLAND COAL | |
| 4. Location of Well (Footage, Sec., T | , R., M , or Survey Description | | 11. County or Pari | 11. County or Parish, and State | |
| Sec 24 T23N R11W SWNE 18 36.12520 N Lat, 107.57060 W | | | SAN JUAN (| COUNTY, NM | |
| 12. CHECK APPE | ROPRIATE BOX(ES) TO | O INDICATE NATURE OF N | NOTICE, REPORT, OR OTH | IER DATA | |
| TYPE OF SUBMISSION | | TYPE O | F ACTION | | |
| ☐ Notice of Intent | □ Acidize | Deepen | ☐ Production (Start/Resume) | Water Shut-Off | |
| _ | ☐ Alter Casing | ☐ Fracture Treat | Reclamation | ☐ Well Integrity | |
| Subsequent Report Subsequent Re | Casing Repair | New Construction | Recomplete | Other | |
| Final Abandonment Notice | ☐ Change Plans | ☐ Plug and Abandon | Temporarily Abandon | Drilling Operations | |
| | Convert to Injection | □ Plug Back | ☐ Water Disposal | | |
| 13. Describe Proposed or Completed Op- If the proposal is to deepen directions Attach the Bond under which the wor following completion of the involved testing has been completed. Final At- determined that the site is ready for fi | ally or recomplete horizontally rk will be performed or provide l operations. If the operation re pandonment Notices shall be fi | , give subsurface locations and measi the Bond No on file with BLM/BIA sults in a multiple completion or rec | ured and true vertical depths of all p A. Required subsequent reports shal ompletion in a new interval, a Form | ertinent markers and zones. I be filed within 30 days 3160-4 shall be filed once | |
| Spud 12-1/4" hole on 2/1/08. @ 85'. Cement w/95 sx Type Circ 4 bbls cement. NU BOP. | 5 cement w/2% CaCl2 & | 1/4# celloflake/sx. Displace v | , float collar v/5.5 bbls water. | | |
| , | | , | RCVD FE | B 11 '08 | |
| • | | | OIL CO | NS. DIV. | |
| | | | ntc | T Q | |

| 14. I hereby certify the | nat the foregoing is true and correct. Electronic Submission #58538 verified For DUGAN PRODUCTION CORPO Committed to AFMSS for processing by J | PRATIO | N, sent to the Farmington | |
|---------------------------|---|--------|----------------------------------|-----------------|
| Name (Printed/Typ | ped) JOHN C ALEXANDER | Title | VICE-PRESIDENT | |
| Signature | (Electronic Submission) | Date | 02/08/2008 | |
| | THIS SPACE FOR FEDERA | AL OR | STATE OFFICE USE | |
| Approved By AC | CCEPTED | | IIM LOVATO PETROLEUM ENGINEER | Date 02/08/2006 |
| certify that the applican | if any, are attached. Approval of this notice does not warrant or tholds legal or equitable title to those rights in the subject lease applicant to conduct operations thereon. | Office | e Farmington | |



