DISTRICT I P.O. Box 1980, Hobbs, NM \$8240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

WELL API NO. 30-045-28333 5. Indicate Type of Lease STATE FEE

DISTRICT III	6. State Oil & Gas Lease No.
1000 Rio Brazos Rd., Aziec, NM 87410	LG-9090
SUNDRY NOTICES AND REPORTS ON WELLS  ( DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT"  (FORM C-101) FOR SUCH PROPOSALS.)	7. Lease Name or Unit Agreement Name  Little b
1. Type of Well: OBL GAS CV CITYER	
WEIL A	8. Well No.
2. Name of Operator	2
DUGAN PRODUCTION CORP.	9. Pool name or Wildcat
3. Address of Operator	Bisti Chacra (96031)
P.O. Box 420, Farmington, NM 87499	BISSI SAMOLA (-
4. Well Location  Unit Letter _ G : 1850 Feet From The _ North _ Li	ne and 1850 Feet From The East Line
Section 36 Township 23 North Range 8	West NMPM San Juan County
Section 10 Howard 10. Elevation (Show whether DF, RKB, 10. 6910' GL	KI, OK, 200.)
	Cax ii Danad on Other Data
Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data	
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
C C C C C C C C C C C C C C C C C C C	DIAL WORK ALTERING CASING
PERFORM REMEDIAL WORK	ENCE DRILLING OPNS. PLUG AND ABANDONMENT
TEMPORARILY ABANDON	G TEST AND CEMENT JOB
PULL OR ALTER CASING CASING	3 TEST AND CEMENT 308
OTHER: Report timing X OTHER	i L_l
12 Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.  This well was successfully completed as a Chacra producer. Operator has been attempting to negotiate a right-of-way across Navajo surface since its completion. It is our intent to begin production as soon as a pipeline can be constructed. Hopefully these negotiations will be settled by the end of 1998.	
I hereby certify that the information above is true and complete to the best of my knowledge and belief.  SIGNATURE  John Alexander	Vice-President DATE 7/15/97 TELEPHONE NO. 325-1821
TYPE OR PRINT NAME  (This space for State Use)  DEPUT	TY OIL & GAS INSPECTOR, DIST. #3 JUL 1 8 1997