5 DLM I FILE		
(June 1990) DEPARTM	UNITED STATES MENT OF THE INTERIOR OF LAND MANAGEMENT CS CAN 10 FM 1: 50	PORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993 5. Lease Designation and Serial No.
SUNDRY NOTIC Do not use this form for proposals to	ES AND REPORTS ON WELLS of drill or to deepen or reentry/to a different reservol FOR PERMIT—" for such proposals	NM 19816
SUBA	MIT IN TRIPLICATE	7. If Unit or CA, Agreement Designation
Name of Operator Dugan Production Corp.		8. Well Name and No. December Dream #2 9. API Well No.
3. Address and Telephone No. P.O. Box 420, Farmingtor 4. Location of Well (Footage, Sec., T., R., M., or Surve		30 045 29360 10. Field and Pool, or Exploratory Area South Bist Gallup
2250' FNL & 830' FWL (SW/4 Unit E, Sec. 7, T23N, R9W	4 NW/4)	11. County or Parish, State San Juan County, NM
12. CHECK APPROPRIATE BO	X(s) TO INDICATE NATURE OF NOTICE, REPO	ORT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACTION	1
Notice of laten DEC	Abandonment Recompletion	Change of Pluss New Construction

Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly statis 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.)

Casing & Cement

Non-Routine Fracturing Water Sout-Off Conversion to Injection

(Note: Report results of multiple completion on Well

Dispose Water

Moved in & rigged up Four Corners Drilling Co. Rig #6. Spudded a 12½" hole at 5:30 PM on 6-15-96. Drilled to 244'. Ran 5 jts. 8-5/8" OD, 24#, 8 Rd, ST&C casing (T.E. 226.59') set at 238' RKB. Cemented with 150 sx class "B" + 2% CaCl₂ (total cement slurry = 177 cu.ft.). Circulate 2 bbls cement to surface. POB at 11:45 PM 6-15-96.

Pressure tested casing & BOP 600 psi for 30 minutes - held OK.

I hereby certify that the foregoing is true and correct Signed August	Tide	Vice-President	6/18/96	
his space for Federal or State office use; product by Indiators of approval, if any:	Tick	ACCE	ACCEPTED FOR RECORD	
value of approval, it say.			JUN 2 0 1996	

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, fictious or fraudulent statement or representations as to any matter within its jurisdiction.

FARMINGION DISTRICT OFFICE