

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT -" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other	5. Lease Designation and Serial No. Contract 116
2. Name of Operator Dugan Production Corp.	6. If Indian, Allotted or Tribe Name Jicarilla Apache
3. Address and Telephone No. P.O. Box 420, Farmington, NM 87499 (505) 325 - 1821	7. If Unit or CA, Agreement Designation
Location of Well (Footage, Sec., T., R., M., or Survey Description) 1450' FNL & 1450' FEL Sec. 21, T26N, R3W, NMPM	8. Well Name and No. Tiger #4
	9. API Well No. 30 039 20562
	10. Field and Pool, or Exploratory Area Tapacito Pictured Cliffs
	11. County or Parish, State Rio Arriba, NM

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
<input checked="" type="checkbox"/> Notice of Intent	<input checked="" type="checkbox"/> Abandonment
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input type="checkbox"/> Other
	<input type="checkbox"/> Change of Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state 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.)*

This well will be plugged by August 31, 1999.

14. I hereby certify that the foregoing is true and correct

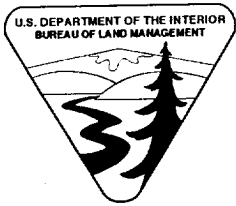
Signed John Alexander Title Vice President Date 6/9/99

(This space for Federal or State office use)

Approved by Paul R. S. [Signature] Title Lands and Mineral Resources Date JUN 18 1999Conditions of approval, if any: Plug to cover Naceminto Tap @ 1503'
Surface restoration in attached letter.

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.

*See Instruction on Reverse Side



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Albuquerque Field Office

435 Montano Rd. N.E.

Albuquerque, New Mexico 87107- 4935

www.nm.blm.gov



IN REPLY REFER TO:

Jicarilla Contract 116

Tiger #4

3162.3-4 (010)

JUN 18 1999

Dugan Production Corporation
Attention: Mr. John Alexander
PO Box 420
Farmington, NM 87499

Dear Mr. Alexander:

The following conditions of approval must be complied with (as applicable) before the Jicarilla Contract 116, Tiger #4 well, located 1450' FSL and 1450' FEL, Section 21, T. 26 N., R. 3 W., can be approved for final abandonment.

1. All fences, production equipment, purchaser's equipment, concrete slabs, deadman (anchors), flowlines, risers, debris and trash must be removed from the location.
2. Any oily soil or fluids must be properly disposed of in an approved disposal area.
3. Pits must be filled in and the edges of the pads shaped to conform to the natural terrain.
4. Pads must be leveled, dressed up by a maintainer, ripped and disked.
5. Access roads must be leveled, waterbarred, disked and blocked off with earthen berms at the junction with the main road and at the entrance to the well pad. Waterbars should be spaced as shown below:

% Slope	Spacing Interval
Less than 2%	200'
2 to 5%	150'
6 to 9%	100'
10 to 15%	50'
Greater than 15%	30'

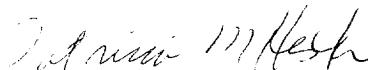
All waterbars should divert water to the downhill side of the road.

6. All disturbed areas will be seeded with the prescribed seed mix (reseeding may be required). Reseeding should be done using pounds pure-live seed per acre. To avoid the introduction of noxious weeds, only certified seed should be used. The following seed mix was recommended in the original Application for Permit to Drill:

Crested Wheat	2
Needle and Thread Grass	1
Galleta Grass	2
Indian Rice Grass	2
Western Wheatgrass	2

After one growing season, notify us by Sundry Notice of Final Abandonment. We will schedule an inspection to check the well site and surface restoration. Final approval for surface restoration will be given in concurrence with the Bureau of Indian Affairs, Jicarilla Agency, Real Property. If you have any questions, please contact me at (505) 761-8786.

Sincerely.



Patricia M. Hester
Surface Protection/Geologist

cc:

Mr. Harold TeCube
Real Property
Bureau of Indian Affairs
P.O. Box 167
Dulce, NM 87528