

Submit 3 Copies
to Appropriate
District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-103
Revised 1-1-89

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

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

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

OCT - 4 1999

WELL API NO.	30 039 20585
Indicate Type of Lease	STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.	LG-0728

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT"
(FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER	7. Lease Name or Unit Agreement Name Palluche State
2. Name of Operator Dugan Production Corp.	8. Well No. 1
3. Address of Operator P. O. Box 420, Farmington, NM 87499 (505) 325-1821	9. Pool name or Wilcat Ballard Pictured Cliffs
4. Well Location Unit Letter <u>P</u> : <u>940'</u> Feet From The <u>South</u> Line and <u>790'</u> Feet From The <u>East</u> Line Section <u>32</u> Township <u>25N</u> Range <u>7W</u> NMPM Rio Arriba County	10. Elevation (Show whether DF, RKB, RT, GR, etc.) 6716' KB, 6704' GR

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data	
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>
OTHER: <u>Change of Operator</u> <input checked="" type="checkbox"/>	OTHER: <input type="checkbox"/>
PLUG AND ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
CHANGE PLANS <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>

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.

Change in operator from Kimbark Oil & Gas Company, now Hallador Petroleum Company,
to Dugan Production Corp.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE John Alexander TITLE Vice-president DATE 9/3/99
TYPE OR PRINT NAME John Alexander TELEPHONE NO. (505) 325-18

(This space for State Use)

APPROVED BY ORIGINAL SIGNED BY CHARLIE T. PERRY

DEPUTY OIL & GAS INSPECTOR DIST. IV

TITLE

DATE

CONDITIONS OF APPROVAL, IF ANY: