

Submit 3 Copies to Appropriate District Office  
 3 NMCCD  
 1 File  
 DISTRICT I 1 WBU wlos  
 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 2038  
 Santa Fe, New Mexico 87504-2038

WELL API NO.  
 30-C45-05598

5. Indicate Type of Lease  
 STATE  FEE

6. State Oil & Gas Lease No.  
 E-9707

7. Lease Name or Unit Agreement Name  
 West Bisti Unit

8. Well No.  
 157

9. Pool name or Wildcat  
 Bisti Lower Gallup

10. Elevation (Show whether DF, RKB, RT, GR, etc.)

**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  GAS WELL  OTHER

2. Name of Operator  
 Dugan Production Corp.

3. Address of Operator  
 P.O. Box 420, Farmington, NM 87499

4. Well Location  
 Unit Letter P : 660 Feet From The South Line and 660 Feet From The East Line  
 Section 36 Township 26N Range 13W NMPM San Juan County

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"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>		CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: Return to production <input checked="" type="checkbox"/>		OTHER: <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.)

This well was scheduled for plug and abandonment. While circulating the wellbore in preparation for plugging, a large quantity was recovered. The operator has not attempted to produce this well since this unit was acquired because no pumping equipment was installed. Operator intends to test production prior to making a final decision to abandon. The production test will commence within the next 90 days.

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 July 13, 1998  
 TYPE OR PRINT NAME John Alexander TELEPHONE NO. 325-1821

(This space for State Use)

APPROVED BY Johnny Robinson TITLE \_\_\_\_\_ DATE JUL 14 1998  
 CONDITIONS OF APPROVAL, IF ANY: \_\_\_\_\_