

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM 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

☐ Oil
Well☒ Gas
Well☐ Other

2. Name of Operator

Dugan Production Corp.

3. Address and Telephone No.

P.O. Box 420, Farmington, NM 87499 (505) 325 - 1821

Location of Well (Footage, Sec., T., R., M., or Survey Description)

790' FSL & 1966' FWL (SE/4 SW/4)
Unit N, Sec. 35, T26N, R8W

5. Lease Designation and Serial No.

SF 078431

6. If Indian, Allotted or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

Nickson #1

9. API Well No.

30 045 05602

10. Field and Pool, or Exploratory Area

Basin Fruitland Coal

11. County or Parish, State

San Juan, NM

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

TYPE OF SUBMISSION

- ☒ Notice of Intent
- ☐ Subsequent Report
- ☐ Final Abandonment Notice

TYPE OF ACTION

- ☐ Abandonment
- ☐ Recompletion
- ☐ Plugging Back
- ☐ Casing Repair
- ☐ Altering Casing
- ☒ Other
- ☐ Change of Plans
- ☐ New Construction
- ☐ Non-Routine Fracturing
- ☐ Water Shut-Off
- ☐ Conversion to Injection
- ☐ Dispose Water

Return to Production

(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.)*

The Fruitland Coal completion in this well did not yield economic quantities of gas. During the Fruitland Coal completion attempt, a hole was found in the casing at approximately 300 ft. This hole was squeezed and pressure tested successfully prior to the coal completion. The Pictured Cliffs was producing economic quantities of gas prior to 1981, when production dropped dramatically. It may be that the hole in the casing developed at that time. We were unaware of the casing problem until the coal completion attempt. We propose that the cast iron bridge plug between the Pictured Cliffs and Fruitland Coal be drilled out. A test of the Pictured Cliffs will follow. If economic production can be returned to the Pictured Cliffs, we will apply to down hole commingle the PC and Fruitland Coal. If the PC is not productive, we will immediately plug the well. Since partner approval is required to conduct the above operation or to plug the well, we ask that you allow us to complete this work by 06/01/2002.

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

Signed

Title

Vice-president

Date

11/12/01

John Alexander

(This space for Federal or State office use)

Approved by

Title

Date

12/11/01

Conditions of approval, if any:

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

NMOC