

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.

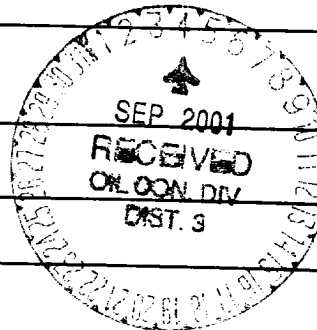
3. Address and Telephone No.

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

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

1980' FNL & 1980' FEL

Sec. 28, T26N, R13W, NMPM



5. Lease Designation and Serial No.

SF 078091

6. If Indian, Allotted or Tribe Name

7. If Unit or CA, Agreement Designation

West Bisti Unit

8. Well Name and No.

West Bisti Unit #127

9. API Well No.

30 045 05684

10. Field and Pool, or Exploratory Area

Bisti Lower Gallup

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

TYPE OF ACTION

☒ Notice of Intent

☐ Abandonment

☐ Change of Plans

☐ Subsequent Report

☐ Recompletion

☐ New Construction

☐ Final Abandonment Notice

☐ Plugging Back

☐ Non-Routine Fracturing

☐ Casing Repair

☐ Water Shut-Off

☐ Altering Casing

☐ Conversion to Injection

☒ Other

Convert to injection

☐ 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.)

Dugan Production Corp. has approval from USEPA to convert this well to injection service. We discovered that the casing would not pass the mechanical integrity test required. We are presently working on a proposal to run a string of 3-1/2" casing run inside the existing 5-1/2" casing and cemented back to the surface. Since this requires an alteration of the plan approved by both BLM and USEPA, we submit a sundry notice to amend the current plan. We are investigating the economics of this plan. We request an additional 90 days to evaluate and submit this change. If it proves unpractical, the well will be plugged immediately by the plugging procedure submitted with the original injection application.

THIS APPROVAL EXPIRES NOV 31 2001

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

Signed

John Alexander

Title

Vice-president

Date

7/30/2001

(This space for Federal or State office use)

Approved by

Title

Date

8/31/01

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