



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Carol Leach
Acting Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

January 31, 2002

John Roe
Dugan Production Corporation
P.O. Box 420
Farmington, NM 87499

Re: Irish #1J, P-12, 26N, 13W, API # 30-045-23887

Dear Mr. Roe:

Following up on our telephone conversation on January 28th, the referenced well has been shut in past the expiration date of January 1, 2002. This well last produced in November of 2000, when it was shut in to allow production of the new Irish #4. During the shut in period Dugan proposed to contact the other operators in the pool with respect to allowing infill wells in this low production area. This was to be followed by application for hearing for exception to pool spacing rules which, in the absence of objection, might be taken under advisement. Since this procedure has not been initiated, the well needs to be brought into compliance with rule 201 which states that a well must be plugged and abandoned, or temporarily abandoned, within 90 days after being inactive for 1 year. This time limit will be over in February 2002.

To bring this well into compliance, will require at least temporary abandonment (see rule 203). This will allow time for you to pursue administrative approval for infill in the WAW Fruitland Sand/Pictured Cliffs Pool.

Sincerely,

Steven N. Hayden
Deputy Oil & Gas Inspector
shayden@state.nm.us

SNH/mk

Cc: Well File

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 & 790' FEL
Sec. 12, T26N, R13W, NMPM

5. Lease Designation and Serial No.

NM 10757

6. If Indian, Allotted or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

Irish #1J

9. API Well No.

30 045 23887

10. Field and Pool, or Exploratory Area

WAW Fruitland Sand PC

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 Production
☐ Change of Plans
☐ New Construction
☐ Non-Routine Fracturing
☐ Water Shut-Off
☐ Conversion 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.)*

As requested in our last sundry, we are working with the NMOCD to allow production of this well & the Irish #4. The Irish #4 and #1J are WAW Pictured Cliffs/Fruitland Sand wells that occupy the same spacing unit. We disconnected the Irish #1J before connecting the Irish #4. The Irish #1J produces small amounts of gas, but is capable of production. We are unsure at this time how the state will handle our request to produce both wells. To pressure test the casing, a packer must be run and the casing loaded with water. Since wells in this area have very low bottom hole pressure, any water dumped into the wellbore can damage the ability to return production from this well. We request that BLM not require a pressure test of the casing and allow adequate time for Dugan to return the well to production. We understand that if we are unable to come to an agreement with NMOCD on the spacing issue, the well will be plugged and abandoned.

THIS APPROVAL EXPIRES JUL 15 2002

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

Signed

John Alexander
John Alexander

Title

Vice-President

Date

1/21/2002

(This space for Federal or State office use)

Approved by

Title

Date

1/25/02

Conditions of approval, if any: