

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM 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 <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other	57 Lease Designation and Serial No. NM 10757
2. Name of Operator Dugan Production Corp.	6. If Indian, Allotted or Tribe Name
3. Address and Telephone No. P.O. Box 420, Farmington, NM 87499 (505) 325 - 1821	7. If Unit or CA, Agreement Designation
Location of Well (Footage, Sec., T., R., M., or Survey Description) 790' FSL & 790' FEL Sec. 12, T26N, R13W, NMPM	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	TYPE OF ACTION	
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment	<input type="checkbox"/> Change of Plans
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> New Construction
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Conversion to Injection
	<input checked="" type="checkbox"/> Other <u>Continuation of Long Term Shut In</u>	<input type="checkbox"/> 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.)*

Request continuation of long-term shut-in.

The Irish No. 1J was producing ± 4 mcf/d; however was shut in upon completing the Irish No. 4, since both wells share a common spacing unit comprising the SE/4 and statewide rules will not allow multiple wells to be produced. We have discussed options to allow both wells to produce, and the NMOCD has advised that pool rules will need to be established. This will require proper notification, a formal hearing before the NMOCD, and a subsequent order allowing multiple wells to be produced from a common spacing unit in the WAW Fruitland Sand-Pictured Cliffs Gas Pool. We are also considering similar pool rule modifications in other Fruitland Sand-Pictured Cliffs gas pools in which we have similar situations of multiple wells within a common spacing unit. We request that the BLM approve an extension to the long-term shut in which will allow us additional time to secure regulatory approval to produce multiple wells within a common WAW Fruitland Sand-Pictured Cliffs spacing unit.

THIS APPROVAL EXPIRES AUG 01 2003

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

Signed

John D. Roe
John D. Roe

Title

Engineering Manager

Date

7/23/2002

(This space for Federal or State office use)

Approved by

Original Signed: Stephen Mason

Title

Date

7/26/02

Conditions of approval, if any: