

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)

1850' FSL & 1650' FWL
Sec. 26, T28N, R15W, NMPM

5. Lease Designation and Serial No.

14-20-603-2015

6. If Indian, Allotted or Tribe Name

Navajo Tribal

7. If Unit or CA, Agreement Designation

8. Well Name and No.

Pet Inc. #11

9. API Well No.

30 045 22553

10. Field and Pool, or Exploratory Area

Ojo 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>Return to Production</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.)

After the crop in NAPI was harvested, we entered the subject well to prepare for plugging operations. It was discovered that the 3-1/2" production casing was parted 2' below the wellhead. The casing was excavated and repaired by welding a new section of casing in its place. Since the casing problem prevented the well from being produced, we ask that some time be allowed to determine if production can be established. We have run tubing back in the well and swabbed it for a short period of time. We plan to attempt a formation cleanup with air. This can be done within the next month. It will need to be done before the field is re-planted. The production facilities at this location remain in tact. Most likely a determination of the productive capabilities will take several months. This may put us into a time when crops are present and access to the site for plugging operations will not be possible. We are not able to determine exactly what NAPI's plans are for this area. If the field is not planted immediately, we will be able to move quickly to determine the potential to restore production. Given all of these caveats, please allow us time to restore production. If this is not possible, the well will be plugged as planned after the field is accessible in the spring of 2003 or more quickly if planting in the field is not done immediately.

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

Signed

John Alexander
John Alexander

Vice-President

Date

8/13/2002

(This space for Federal or State office use)

ACCEPTED FOR RECORD

Approved by

Title

Date

AUG 20 2002

Conditions of approval, if any:

FARMINGTON FIELD OFFICE
BY *Jim*

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.