

dugan production corp.

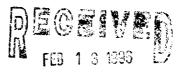


February 12, 1996

Bureau of Land Management 1235 La Plata Hwy. Farmington, NM 87401

Re: 1996 Plan of Development
Dugan Production Corp.
Central Cha Cha Unit
Ban Juan County, New Mexico

31-29-13 Cen Cha Cha # 8





Gentlemen:

Attached is the captioned Plan of Development for the Central Cha Cha Unit operated by Dugan Production Corp. (submitted in triplicate). The attachments are identified as follows:

Attachment A - Current Unit Map

<u>Attachment B</u> - Summary of 1995 Activities and Proposed 1996 Operations

<u>Attachment C</u> - Production Data & Well Status for Unit Wells

Attachment D - Decline Curve of each producing well
 in the unit

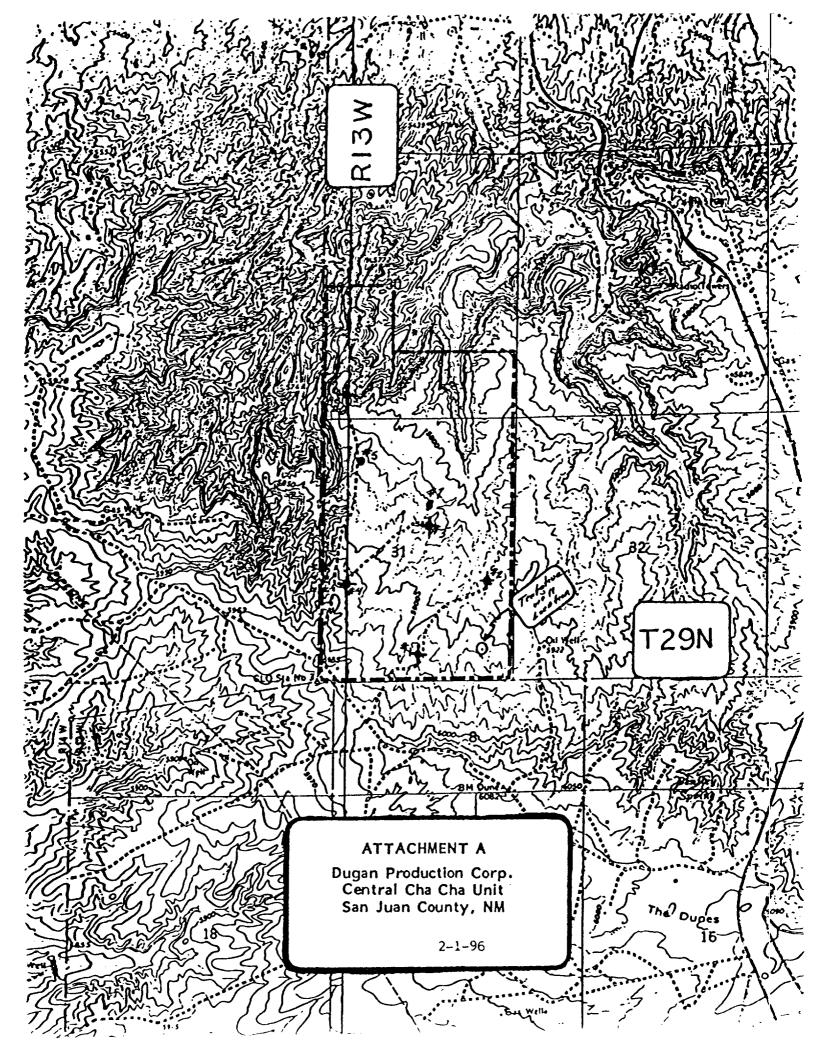
Please advise should you require additional information.

Sincerely,

Jim L. Jacobs Vice-President

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cc: New Mexico Oil Conservation Division - Aztec, NM Amoco Production



ATTACHMENT B

Review of 1995 and Proposed 1996
Drilling and Well Workover
Dugan Production Corp.
Central Cha Cha Unit
San Juan County, New Mexico

DRILLING

- There was no drilling or completion activity in the Central Cha Cha Unit during 1995.
- 2. A 5700' Gallup development well, the Central Cha Cha Unit No. 8, is planned at a legal location in the SE/4 SE/4 of Section 31, T29N, R13W. The original APD for drilling was approved on 5-16-89. The APD was resubmitted 8/18/93. APD approval pending BLM on-site inspection.

WELL WORKOVER

Central Cha Cha #5 - a sundry was submitted to the BLM 10/12/95 (approved 10/16/95) cancelling plans to return to production or convert to injection and requesting long-term shut-in. A packer will be run and casing pressure tested, per agreement with Steve Mason and Wayne Townsend of the BLM.

ATTACHMENT C

Production Data & Well Status Dugan Production Corp. Central Cha Cha Unit San Juan County, New Mexico

8 F-1	7 SF-(6 WA-2	SF-(4 SF-(3 SF-0	2 SF-C	1 SF-0	MELT # TEVS
SF-078931-8	SF-078931-8	NM-342836	SF-078931-8	SF-078931-B	SF-078931-B	SF-078931-8	SF-078931-B	LEASE NO.
585' FSL & 665' FEL	1700' FNL & 1800' FEL	450' FSL & 3600' FEL	810' FNL & 890' FWL	1980' FSL & 692' FWL	2130' FNL & 1850' FEL	1980' FSL & 510' FEL	510' FSL & 1980' FEL	LOCATION
Sec. 31, T29N, R13W	Sec. 31, T29N, R13W	Sec. 30, T29N, R13W	Sec. 31, T29N, R13W	Sec. 31, T29N, R13W	Sec. 31, T29N, R13W	Sec. 31, T29N, R13W	Sec. 31, T29N, R13W	¥
Location	Producing	₽ ₽• >	Shut-in	P go >	.b ≥ 0.5	₽ №	P # >	WELL STATUS
ŧ	543	0	0	0	0	0	0	PRODUCTION DURING 1995 BO MCF
:	2234	0	0	0	0	0	0	NG 1995
į	48,800	31,297	101,302*	43,106	25,519	8,575	92,574	CUM. OIL PROD. 12-31-95 (88L)
Original APD for drilling approved 5-16-89. APD resubmitted 8-18-93.	Daily Average Production: 1.5 BOPD + 6.3 MCFD + 5 BWPD.	P & A 7-25-89	No Production During 1995	P & A 9-21-90	P & A 10-20-89	P & A 6-23-86	P&A 7-11-89	REMARKS

*Amended to reflect corrected production for 1988.

