Sundry Print Report 08/13/2025

U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

Well Name: JUNE JOY Well Location: T24N / R10W / SEC 25 / County or Parish/State: SAN

SENE / 36.1717 / -107.5035 JUAN / NM

Well Number: 90 Type of Well: OTHER Allottee or Tribe Name:

Lease Number: NMNM5991 Unit or CA Name: Unit or CA Number:

US Well Number: 300453158500S1 **Operator:** DUGAN PRODUCTION

CORPORATION

Notice of Intent

Sundry ID: 2864788

Type of Submission: Notice of Intent

Type of Action: Plug and Abandonment

Date Sundry Submitted: 07/23/2025 Time Sundry Submitted: 06:08

Date proposed operation will begin: 08/21/2025

Procedure Description: Dugan Production plans to plug and abandon the well per the attached procedure.

Surface Disturbance

Is any additional surface disturbance proposed?: No

NOI Attachments

Procedure Description

 ${\sf June_Joy_90_Rec_Plan_7_17_25_20250723060618.pdf}$

 ${\sf June_Joy_90_proposed_PA_formation_tops_20250723060539.pdf}$

 ${\sf June_Joy_90_proposed_PA_planned_wellbore_schematic_20250723060525.pdf}$

June_Joy_90_proposed_PA_current_wellbore_schematic_20250723060513.pdf

June_Joy_90_proposed_PA_planned_work_20250723060500.pdf

County or Parish/State: SAN 2 of eived by OCD: 8/13/2025 7:02:24 AM Well Name: JUNE JOY Well Location: T24N / R10W / SEC 25 /

SENE / 36.1717 / -107.5035

JUAN / NM

Allottee or Tribe Name: Well Number: 90 Type of Well: OTHER

Lease Number: NMNM5991 **Unit or CA Name: Unit or CA Number:**

US Well Number: 300453158500S1 Operator: DUGAN PRODUCTION

CORPORATION

Conditions of Approval

Additional

June_Joy_No_90_Geo_Rpt_20250812161342.pdf

Authorized

General_Requirement_PxA_20250812172517.pdf

2864788_90_3004531585_NOIA_KR_08122025_20250812172444.pdf

Operator

I certify that the foregoing is true and correct. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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. Electronic submission of Sundry Notices through this system satisfies regulations requiring a

Operator Electronic Signature: TYRA FEIL Signed on: JUL 23, 2025 06:08 AM

Name: DUGAN PRODUCTION CORPORATION

Title: Authorized Representative Street Address: PO BOX 420

City: FARMINGTON State: NM

Phone: (505) 325-1821

Email address: TYRAFEIL@DUGANPRODUCTION.COM

Field

Representative Name: Aliph Reena

Street Address: PO Box 420

City: Farmington State: NM **Zip:** 87499-0420

Phone: (505)360-9192

Email address: Aliph.Reena@duganproduction.com

BLM Point of Contact

BLM POC Name: KENNETH G RENNICK BLM POC Title: Petroleum Engineer

BLM POC Phone: 5055647742 BLM POC Email Address: krennick@blm.gov

Disposition: Approved Disposition Date: 08/12/2025

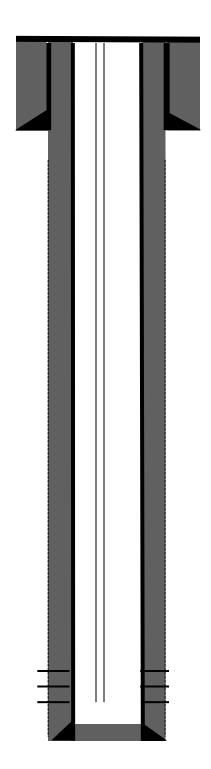
Signature: Kenneth Rennick

Dugan Production plans to plug and abandon the well per the following procedure:

- Run 4½" casing scraper to 1400'. RIH & set 4½" cement retainer to 1354'. Fruitland Coal perforations @ 1404'-1422'. Load and circulate hole.
- Attempt to pressure test casing to 600 psi for 30 mins.
- Run CBL from 1354' to surface.
- Plug I: Sting in the cement retainer. Squeeze 15 sks, 17.25 cu ft Class G neat cement to cover the Pictured Cliffs below the retainer. Sting out. Spot inside 4½" casing above cement retainer @ 1354' w/106 sks (121.9 cu ft) Class G neat cement to cover the Pictured Cliffs, Fruitland, Kirtland, Ojo Alamo tops & surface casing shoe to surface.(5 gal/sk, 15.8 #/gal, 1.15 cu ft/sk). Plug I, Inside 4½" casing, cement retainer at 1354', 121 sks, 139.15 cu ft, Pictured Cliffs-Fruitland-Kirtland-Ojo Alamo-Surface Casing shoe, 0'-1404'.
- Cut Wellhead off. Fill casing w/cement in case needed. Install dry hole marker.
- Clean location. Rig down and move.

Current Wellbore Schematic

June Joy #90 30-045-31585 Basin Fruitland Coal 1550' FNL & 1295' FEL S25-T24N-R10W San Juan County , NM Lat:36.2880096 Long:-107.843605



7" 23# casing @ 125'. Spud hole 8 ¾" Cemented with 55 sks, Class B neat cement (71 cu ft). Circ 2 bbls cement

4 ½" 10.5# casing @ 1573'. Hole size: 6-1/4"

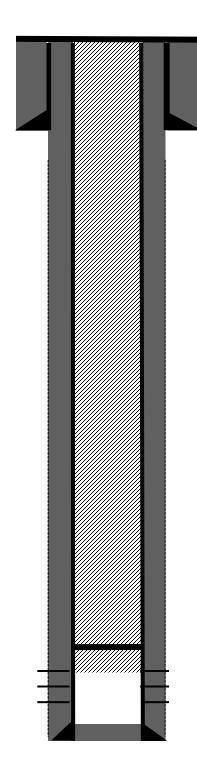
Cement w/ 100 scks 2% Lodense w/ $\frac{1}{4}$ # celloflake/sk. Tail w/ 65 sks Class B neat (283 cu ft cement). Circ 10 bbls cement

2-3/8" tubing @ 1441'

Fruitland Coal Perforated @ 1404' – 1422' w/4 spf PBTD @ 1513', TD 1580'

Planned P & A Wellbore Schematic

June Joy #90 30-045-31585 Basin Fruitland Coal 1550' FNL & 1295' FEL S25-T24N-R10W San Juan County , NM Lat:36.2880096 Long:-107.843605



7" 23# casing @ 125'. Spud hole 8 ¾" Cemented with 55 sks, Class B neat cement (71 cu ft). Circ 2 bbls cement

4 ½" 10.5# casing @ 1573'. Hole size: 6-1/4"

Cement w/ 100 scks 2% Lodense w/ ¼# celloflake/sk. Tail w/ 65 sks Class B neat (283 cu ft cement). Circ 10 bbls cement

Set 4 $\frac{1}{2}$ " CR @ 1354'. Squeeze 15 sks, 17.25 Cu.ft cement to cover the Pictured cliffs top below the retainer.

Plug I, Inside 4 ½" casing, Cement Retainer at 1354', 121 sks, 139.15 Cu.ft, Pictured Cliffs-Fruitland-Kirtland-Ojo Alamo-Surface Casing shoe, 0'-1404'.

Fruitland Coal Perforated @ 1404' – 1422' w/4 spf PBTD @ 1513', TD 1580'

Current Wellbore Schematic

June Joy #90
30-045-31585
Basin Fruitland Coal
1550' FNL & 1295' FEL
S25-T24N-R10W
San Juan County , NM
Lat:36.2880096 Long:-107.843605

Formation Tops

- Surface Casing 125'
- Ojo Alamo 386'
- Kirtland 488'
- Fruitland 1122'
- Perforations 1404'-1422'
- Pictured Cliffs 1428'



United States Department of the Interior

BUREAU OF LAND MANAGEMENT Farmington District Office 6251 College Boulevard, Suite A Farmington, New Mexico 87402 http://www.blm.gov/nm



CONDITIONS OF APPROVAL

August 12, 2025

Notice of Intent - Plug and Abandonment

Operator: Dugan Production Corporation

Lease: NMNM 005991

Well(s): June Joy 90, US Well # 30-045-31585

Location: SENE Sec 25 T24N R10W (San Juan County, NM)

Sundry Notice ID #: 2864788

The Notice of Intent to Plug and Abandon is accepted with the following Conditions of Approval (COA):

- 1. Plugging operations authorized are subject to the attached "General Requirements for Permanent Abandonment of Wells on Federal and Indian Lease."
- 2. The following modifications to your plugging program are to be made: a. Complete wellbore fill up proposal. No changes to procedure.
- 3. <u>Notification:</u> Farmington Office is to be notified at least 24 hours before the plugging operations commence at (505) 564 7750.

You are also required to place cement excesses per 4.2 and 4.4 of the attached General Requirements.

K. Rennick 8/12/2025

GENERAL REQUIREMENTS FOR PERMANENT ABANDONMENT OF WELLS ON FEDERAL AND INDIAN LEASES FARMINGTON FIELD OFFICE

- 1.0 The approved plugging plans may contain variances from the following <u>minimum general</u> requirements.
 - 1.1 Modification of the approved plugging procedure is allowed only with the prior approval of the Authorized Officer, Farmington Field Office.
 - 1.2 Requirements may be added to address specific well conditions.
- 2.0 Materials used must be accurately measured. (densometer/scales)
- 3.0 A tank or lined pit must be used for containment of any fluids from the wellbore during plugging operations and all pits are to be fenced with woven wire. These pits will be fenced on three sides and once the rig leaves location, the fourth side will be fenced.
 - 3.1 Pits are not to be used for disposal of any hydrocarbons. If hydrocarbons are present in the pit, the fluids must be removed prior to filling in.
- 4.0 All cement plugs are to be placed through a work string. Cement may be bull-headed down the casing with prior approval. Cement caps on top of bridge plugs or cement retainers may be placed by dump bailer.
 - 4.1 The cement shall be as specified in the approved plugging plan.
 - 4.2 All cement plugs placed inside casing shall have sufficient volume to fill a minimum of 100' of the casing, or annular void(s) between casings, plus an excess volume sufficient to provide for 50 linear feet of fill above the plug.
 - 4.3 Surface plugs may be no less than 50' in length.
 - 4.4 All cement plugs placed to fill annular void(s) between casing and the formation shall be of sufficient volume to fill a minimum of 100' of the annular space plus 100% excess, calculated using the bit size, or 100' of annular capacity, determined from a caliper log, plus an excess volume sufficient to provide for 50 linear feet of fill above the plug.
 - 4.5 All cement plugs placed to fill an open hole shall be of sufficient volume to fill a minimum of 100' of hole, as calculated from a caliper log, plus an excess volume sufficient to provide for 50 linear feet of fill above the plug. In the absence of a caliper log, an excess of 100% shall be required.
 - 4.6 A cement bond log or other accepted cement evaluation tool is required to be run if one had not been previously ran or cement did not circulate to surface during the original casing cementing job or subsequent cementing jobs.

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- 5.1 The top of any cement plug verified by tagging must be at or above the depth specified in the approved plan, without regard to any excess.
- 5.2 Testing will not be required for any cement plug that is mechanically contained by use of a bridge plug and/or cement retainer, if casing integrity has been established.
- 5.3 Any cement plug which is the only isolating medium, for a fresh water interval or a zone containing a prospectively valuable deposit of minerals, shall be tested by tagging.
- If perforations are required below the surface casing shoe, a 30 minute minimum wait time will be required to determine if gas and/or water flows are present. If flow is present, the well will be shut-in for a minimum of one hour and the pressure recorded. Short or long term venting may be necessary to evacuate trapped gas. If only a water flow occurs with no associated gas, shut well in and record the pressures. Contact the Engineer as it may be necessary to change the cement weight and additives.
- 6.0 Before setting any cement plugs the hole needs to be rolled. All wells are to be controlled by means of a fluid that is to be of a weight and consistency necessary to stabilize the wellbore. This fluid shall be left in place as filler between all plugs.
 - 6.1 Drilling mud may be used as the wellbore fluid in open hole plugging operations.
 - 6.2 The wellbore fluid used in cased holes shall be of sufficient weight to balance known pore pressures in all exposed formations.
- 7.0 A blowout preventer and related equipment (BOPE) shall be installed and tested prior to working in a wellbore with any exposed zone(s); (1) that are over pressured, (2) where the pressures are unknown, or (3) known to contain H_2S .
- 8.0 Within 30 days after plugging work is completed, file a Sundry Notice, Subsequent Report of Abandonment (Form 3160-5), through the Automated Fluid Minerals Support System (AFMSS) with the Field Manager, Bureau of Land Management, 6251 College Blvd., Suite A, Farmington, NM 87402. The report should show the manner in which the plugging work was carried out, the extent, by depth(s), of cement plugs placed, and the size and location, by depth(s), of casing left in the well. Show date well was plugged.
- 9.0 All permanently abandoned wells are to be marked with a permanent monument as specified in 43 CFR 3162.6(d). Unless otherwise approved.
- 10.0 If this well is located in a Specially Designated Area (SDA), compliance with the appropriate seasonal closure requirements will be necessary.

All of the above are minimum requirements. Failure to comply with the above conditions of approval may result in an assessment for noncompliance and/or a Shut-in Order being issued pursuant to 43 CFR 3163.1. You are further advised that any instructions, orders or decisions issued by the Bureau of Land Management are subject to administrative review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4 and 43 CFR 4.700.

8/12/2025

BLM - FFO - Geologic Report

Well No.	June Joy No 90	Surf. Loc.	1550	FNL	1295	FEL
	NMNM5991		Sec	25	T24N	R10W

US Well No. 3004531585

Operator Dugan Production County San Juan State New Mexico

TVD 4832 PBTD 834 Formation Basin Fruitland Coal Elevation GL 6857 Elevation Est. KB 6857

Geologic Formations Nacimiento Fm.	Est. tops Su Surface	ıbsea Elev.	Remarks Surface /fresh water sands
Surface Casing	125	6732	
Ojo Alamo	597	6260	Fresh water aquifer
Kirtland Fm.	741	6116	
Fruitland Fm.	1157	5700	Coal/gas/possible water
Pictured Cliffs	1413	5444	Possible gas/water

Reference Well:

-Vertical wellbore, all formation depths are TVD from GL at the wellhead.

Prepared by: Walter Gage

Dugan Production June Joy No 1 3004523028 790' FNL, 1850' FWL, 25C-24N-10W GL= 6850'

Date Completed

Sante Fe Main Office Phone: (505) 476-3441

General Information Phone: (505) 629-6116

Online Phone Directory https://www.emnrd.nm.gov/ocd/contact-us

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

CONDITIONS

Action 495409

CONDITIONS

Operator:	OGRID:	
DUGAN PRODUCTION CORP	6515	
PO Box 420	Action Number:	
Farmington, NM 87499	495409	
	Action Type:	
	[C-103] NOI Plug & Abandon (C-103F)	

CONDITIONS

Created By		Condition Date
loren.diede	Notify the OCD inspection supervisor via email 24 hours prior to beginning Plug & Abandon (P&A) operations.	8/13/2025
loren.diede	Submit photo and GPS coordinates of P&A marker with final P&A reports.	8/13/2025