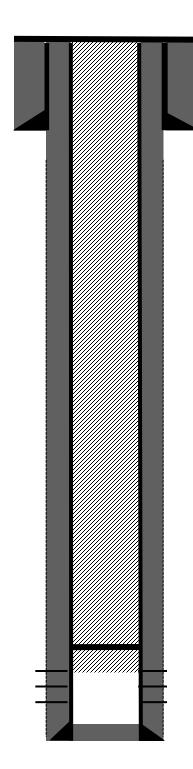
Office	AM State of New Mex	xico		Form C-103
<u>District I</u> – (575) 393-6161	Energy, Minerals and Natur	ral Resources		Revised July 18, 2013
1625 N. French Dr., Hobbs, NM 88240			WELL API NO.	
<u>District II</u> – (575) 748-1283 811 S. First St., Artesia, NM 88210	OIL CONSERVATION DIVISION 1220 South St. Francis Dr.		30-045-30558	E 11
<u>District III</u> – (505) 334-6178			5. Indicate Type of Lea	FEE
1000 Rio Brazos Rd., Aztec, NM 87410 District IV – (505) 476-3460	Santa Fe, NM 87505		6. State Oil & Gas Leas	
1220 S. St. Francis Dr., Santa Fe, NM 87505	2 33230 2 2, 1 1112 0 7		LG-3045	SC 110.
SUNDRY NOTIO (DO NOT USE THIS FORM FOR PROPOSA	CES AND REPORTS ON WELLS ALS TO DRILL OR TO DEEPEN OR PLU	JG BACK TO A	7. Lease Name or Unit	Agreement Name
DIFFERENT RESERVOIR. USE "APPLICA	ATION FOR PERMIT" (FORM C-101) FO	R SUCH	Bi Knobs	
PROPOSALS.) 1. Type of Well: Oil Well Gas Well Other			8. Well Number 2R	
2. Name of Operator Dugan Production Corp.			9. OGRID Number 006515	
			10. Pool name or Wildo	
3. Address of Operator PO Box 420, Farmington, NM 87499-0420			Twin Mounds Fruitland	
4. Well Location				
	for the North Control	.1 1650 f4 f	41 11	
	feet from the <u>North</u> line an			
Section 32 T	<u> </u>	4W NMPM	San Juan County	•
	11. Elevation <i>(Show whether DR,</i> 5392' GL	RKB, RT, GR, etc.,		
12. Check Ap	propriate Box to Indicate Nat	ture of Notice, F	Report or Other Data	
NOTICE OF INT	TENTION TO:	SUB	SEQUENT REPOR	
PERFORM REMEDIAL WORK	PLUG AND ABANDON	REMEDIAL WOR		RING CASING
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DRI	LLING OPNS.□ P AN	D A
PULL OR ALTER CASING	MULTIPLE COMPL	CASING/CEMEN	T JOB 🔲	
DOWNHOLE COMMINGLE				
CLOSED-LOOP SYSTEM		OTHER		
OTHER: 13. Describe proposed or complete	ad operations (Clearly state all pe	OTHER:	give pertinent detectional	uding astimated data
). SEE RULE 19.15.7.14 NMAC.			
Duran Production always dand sh	and an ad the weell from 00/20/2025	10/01/2025 man f	a a attachad mua aaduua	
Dugan Production plugged and aba	andoned the well from 09/30/2025	- 10/01/2025 per t	ne attached procedure.	
Dugan Production plugged and aba	andoned the well from 09/30/2025	– 10/01/2025 per t	ne attached procedure.	
Dugan Production plugged and aba	andoned the well from 09/30/2025	– 10/01/2025 per t	ne attached procedure.	
Dugan Production plugged and aba	andoned the well from 09/30/2025	– 10/01/2025 per t	ne attached procedure.	
Dugan Production plugged and aba	andoned the well from 09/30/2025	– 10/01/2025 per t	ne attached procedure.	
Dugan Production plugged and aba	andoned the well from 09/30/2025	– 10/01/2025 per t	ne attached procedure.	
			ne attached procedure.	
	andoned the well from 09/30/2025 Rig Release Date		ne attached procedure.	
pud Date:	Rig Release Date	:		
Spud Date: hereby certify that the information abo	Rig Release Date	t of my knowledge	and belief.	
Spud Date: hereby certify that the information about the second	Rig Release Date ove is true and complete to the best TITLE Enginee	t of my knowledge	and belief. DATE 11/14/25	
Spud Date: hereby certify that the information abo	Rig Release Date ove is true and complete to the best TITLE Enginee	t of my knowledge	and belief. DATE 11/14/25	505-360-9192

Dugan Production plug and abandoned the well from 9/30/25 - 10/1/25 per the following procedure:

- MI & RU Aztec Well Service Rig #450 & spot in and RU cement equipment.
- Check pressures, Tubing 0 psi, Casing 0 psi, BH 0 psi.
- LD rods & 2-3/8" production tubing.
- PU & tally work string. Run 4½" string mill to scrape casing to 844'.
- TIH w/tbg & CIBP. Set CIBP @ 784'. Fruitland Sand PC perforations at 834'-842'.
- Load and circulate hole with 15 bbls of water.
- Sting in and establish injection rate through perforations at 1.5 bpm, 100 psi. Sting out.
- Pressure test casing to 650 psi for 30 minutes. Good test.
- Check pressures: Tubing 0 psi, Casing 0 psi, BH 0 psi.
- Run CBL from 778' (TOC on backside was 15' from surface) to surface. Sent copy of CBL to NMOCD. Copy of communications attached.
- Plug IA (Pictured Cliffs-perfs): Sting in. Establish injection rate (2 bbls/min @ 400 psi). Swap to cement. Spot Plug 1A: inside 4½" casing under CICR at 784' with 20 sks, 23 cu ft Class G neat cement to cover the PC perforations. Displaced with 2 bbls of water. Pressured up to 800 psi (determined 15 sks, 17.25 cu ft were pumped below CICR). Plug 1A, inside 4½" casing, cement retainer @ 784', 15 sks, 17.25 cu ft, Pictured Cliffs-Perfs 834'-842'.
- Plug 1B (Pictured Cliffs-Fruitland-Kirtland-Surface): Spot Plug 1B: inside 4½" casing on top of CICR at 784' with 67 sks, 77.05 cu ft Class G neat cement. To cover the Pictured Cliffs-Fruitland-Kirtland-Surface. No displacement. WOC 4 hrs. RU welder. Cut wellhead off. Tagged TOC at 50' inside, & 15' annulus. Good tag. Plug 1B, inside 4½" casing, cement retainer @ 784', 67 sx, 77.05 cu ft, Pictured Cliffs-Fruitland-Kirtland-Surface, 0' 834'.
- Fill up cellar and install dry hole marker with 30 sks, 34.5 cu ft Class G neat cement.
- RD Aztec Well Service Rig 450 & cement equipment. Clean location, move.
- Jason Heslop w/NMOCD witnessed the job.
- Photos of P&A marker and GPS coordinates attached per NMOCD COA.
- Well P&A'd 10/1/25.

Completed P & A Wellbore Schematic

Bi-Knobs # 2R 30-045-30558 Twin Mounds Fruitland Sand PC (Gas) 1160' FNL & 1650' FWL C-S32-T30N-R14W San Juan County, NM Lat: 36.7747841, Long: 108.335968



 $7^{\prime\prime}$ 23# casing @ 120' Hole size $9^{\prime\prime}$ Cemented w/ 50 sks Class B w/ 2% CaCl2 (59 cu ft). Circ 2 bbls cement to surface

4 ½" 10.5# casing @ 938', Hole size 6-1/4" Cemented w/ 103 Cu.ft Class B, tailed w/ 59 Cu.ft) Class B neat (Total 162 Cu.ft) Circ 7 bbls cement

Set 4 ½" CR @ 784'. Squeeze 15 sks, 17.25 Cu.ft cement to cover the Pictured cliffs top below the retainer till top perf. Plug I, Inside 4 ½" casing, Cement Retainer at 784', 67 sks, 77.05 Cu.ft, (67 sks above, 15 sks below CR), Pictured Cliffs-Fruitland-Kirtland-Surface Casing shoe, 0'-834'.

Fruitland Coal Perforated @ 834' - 842'

Bi-Knobs # 2R

30-045-30558
Twin Mounds Fruitland Sand PC (Gas)
1160' FNL & 1650' FWL
C-S32-T30N-R14W
San Juan County, NM

Formation Tops

- Kirtland Surface
- Surface Casing 120'
- Fruitland 534'
- Perforations 834'-842'
- Pictured Cliffs 834'

Tyra Feil

From: Diede, Loren, EMNRD < Loren. Diede@emnrd.nm.gov>

Sent: Wednesday, October 1, 2025 10:18 AM

To: Omar Ramirez; Aliph Reena; Vermersch, Thomas, EMNRD; Heslop, Jason, EMNRD

Cc: Tyra Feil; Indalecio Roldan

Subject: RE: [EXTERNAL] DUGAN BI KNOBS #2R CBL

Got it, cement looks good all the way...Thanks, Loren

Thank you, Loren Diede Senior Petroleum Specialist Engineering Special Projects Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505 505-394-3582 OCD cell



From: Omar Ramirez <oramirez@aztecwell.com> Sent: Wednesday, October 1, 2025 10:14 AM

To: Aliph.Reena@duganproduction.com; Diede, Loren, EMNRD <Loren.Diede@emnrd.nm.gov>; Vermersch, Thomas, EMNRD

<Thomas.Vermersch@emnrd.nm.gov>; Heslop, Jason, EMNRD <Jason.Heslop@emnrd.nm.gov>
Cc: Tyra.Feil@duganproduction.com; Indalecio Roldan <indalecio.roldan@duganproduction.com>

Subject: [EXTERNAL] DUGAN BI KNOBS #2R CBL

CAUTION: This email originated outside of our organization. Exercise caution prior to clicking on links or opening attachments.

Please see CBL attached... No changes to procedure

Omar Ramirez
Rig Manager – San Juan Basin
Aztec Well Servicing Co.
P.O. Box 100
Aztec, New Mexico 87410
Cell:505-486-1828

505-402-6753 Office: 505-334-6191 Oramirez@aztecwell.com











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 526637

CONDITIONS

Operator:	OGRID:
DUGAN PRODUCTION CORP	6515
PO Box 420	Action Number:
Farmington, NM 87499	526637
	Action Type:
	[C-103] Sub. Plugging (C-103P)

CONDITIONS

Created By	Condition	Condition Date
loren.diede	None	11/14/2025