

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

<b>Well Name:</b> HALL	<b>Well Location:</b> T25N / R3W / SEC 28 / SESE / 36.364112 / -107.144362	<b>County or Parish/State:</b> RIO ARRIBA / NM
<b>Well Number:</b> 2	<b>Type of Well:</b> CONVENTIONAL GAS WELL	<b>Allottee or Tribe Name:</b>
<b>Lease Number:</b> NMSF080536	<b>Unit or CA Name:</b>	<b>Unit or CA Number:</b>
<b>US Well Number:</b> 300390577100S1	<b>Operator:</b> DUGAN PRODUCTION CORPORATION	

**Notice of Intent**

**Sundry ID:** 2899745

**Type of Submission:** Notice of Intent

**Type of Action:** Plug and Abandonment

**Date Sundry Submitted:** 03/10/2026

**Time Sundry Submitted:** 11:17

**Date proposed operation will begin:** 03/18/2026

**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**

- Hall\_2\_Rec\_Plan\_20260310111557.pdf
- Hall\_2\_proposed\_PA\_formation\_tops\_20260310111045.pdf
- Hall\_2\_proposed\_PA\_planned\_wellbore\_schematic\_20260310111040.pdf
- Hall\_2\_proposed\_PA\_current\_wellbore\_schematic\_20260310111034.pdf
- Hall\_2\_proposed\_PA\_planned\_work\_20260310111026.pdf

Well Name: HALL

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Unit or CA Number:

US Well Number: 300390577100S1

Operator: DUGAN PRODUCTION CORPORATION

### Conditions of Approval

#### Additional

General\_Requirement\_PxA\_20260313083412.pdf

Hall\_2\_P\_AGeoReport\_20260313083403.pdf

2898745\_2\_3003905771\_NOIA\_KR\_03132026\_20260313083354.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: MAR 10, 2026 11:17 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: 03/13/2026

Signature: Kenneth Rennick

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

(Offset well Mexico Federal 1H API # 30-039-05748 was used to determine formation tops for this procedure.)

- Run 5½" casing scraper to 3510'.
- RIH & set 5½" cement retainer to 3500'. **Pictured Cliffs perforations @ 3541'-3582'.**
- Load and circulate hole.
- Pressure test casing to 600 psi for 30 mins.
- Run CBL from 3500' to surface.
- **Plug I, Pictured Cliffs Perforations-Pictured Cliffs-Kirtland-Ojo Alamo tops:** Sting in the cement retainer. Squeeze 20 sks, 23 cu ft Class G cement to cover the Pictured Cliffs below the retainer at 3500' until the top perforation at 3541'. Sting out. Spot inside 5½" casing above cement retainer @ 3500' to 2970' w/63 sks (72.45 cu ft) Class G neat cement to cover the Pictured Cliffs-Kirtland-Ojo Alamo tops. Total cement 83 sks, 95.45 cu ft (5 gal/sk, 15.8 #/gal, 1.15 cu ft/sk). Tag and verify. **Plug I, Inside 5½" casing, cement retainer at 3500', 83 sks, 95.45 cu ft, Pictured Cliffs-Kirtland-Ojo Alamo, 2970'-3541'.**
- **Plug II, Nacimiento top:** MI WL, RIH and shoot squeeze holes at 1220', EOT at 1270', squeeze Plug II inside/outside 5½" casing from 1270' to 1070' w/59 sks, 67.85 cu ft (33 sks, 37.95 cu ft outside; 26 sks, 29.9 cu ft inside) Class G neat cement to cover the Nacimiento top (5 gal/sk, 15.8 #/gal, 1.15 cu ft/sk). Tag and verify. **Plug II, Inside/outside 5½" casing, Perforations at 1220', EOT 1270', 59 sks, 67.85 cu ft, Nacimiento top, 1070'-1270'.**
- **Plug III, surface casing shoe-Surface:** MI WL, RIH and shoot squeeze holes at 275', EOT at 325', squeeze plug III inside/outside 5½" casing from 325' to surface w/125 sks, 143.75 cu ft Class G neat cement to cover from 215' to surface, (85 sks, 97.75 cu ft. outside, 40 sks, 46 cu ft inside). **Plug III, Inside 5½" casing, Perforations at 275', EOT @ 325' 125 sks, 143.75 cu ft, surface casing shoe to surface, 0-325'.**
- Cut wellhead off. Fill casing w/cement in case needed. Install dry hole marker.
- Clean location. Rig down and move.
- Take pictures of the dry hole marker. Show API number clearly on the dry hole marker.
- Attach GPS Coordinates of the dry hole marker to the final sundry.

**Current Wellbore Schematic**

**Hall 2**

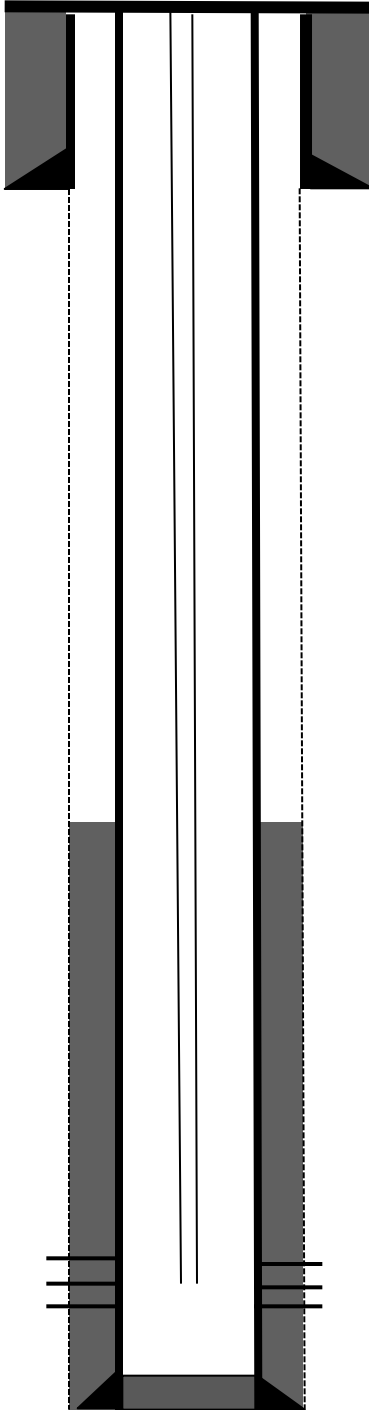
30-039-05771

Blanco Pictured Cliffs South

890' FSL & 890' FEL

P S28-T25N-R03W

Rio Arriba County, NM



**8-5/8" 24#, J-55 casing @ 225': Hole size -12-1/4"**  
Cemented with 150 sks, cement.

**2649' Estimated top of cement behind casing using the 75%  
volume calculation of cement pumped at completion.**

**2-3/8" J-55 tubing ran to 3580'**

**5 1/2" 15.5#, J-55 casing @ 3645'. Hole size: 7-7/8"**  
Cement w/ 200 sks cement.

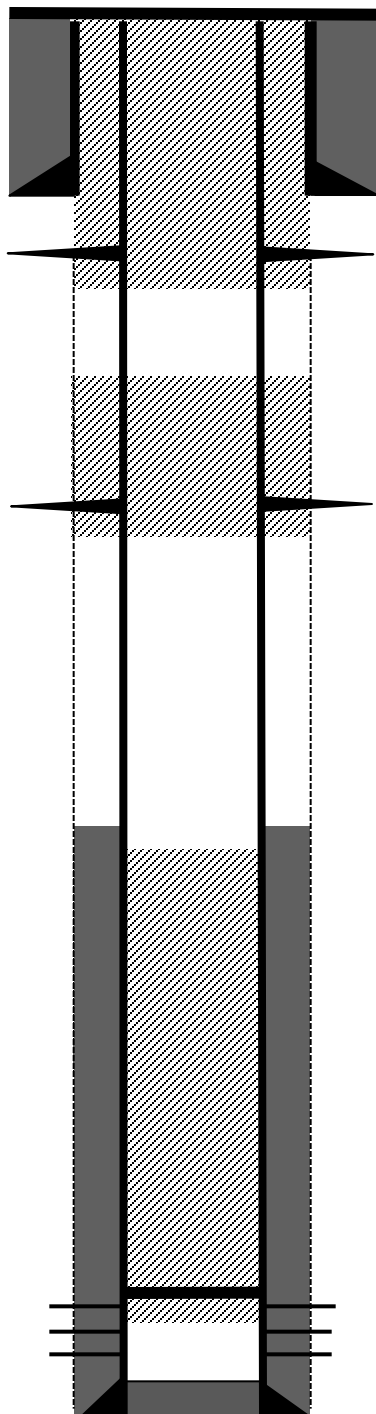
Pictured Cliffs Perforated @ 3541' – 3582'

PBTB @ 3603' TD @ 3645'

**Planned P & A Wellbore Schematic**

**Hall 2**

30-039-05771  
Blanco Pictured Cliffs South  
890' FSL & 890' FEL  
P S28-T25N-R03W  
Rio Arriba County, NM



**8-5/8" 24#, J-55 casing @ 225': Hole size -12-1/4"**  
Cemented with 150 sks, cement.

**Plug III, Inside 5 1/2" casing, Perforations at 275', EOT @ 325'**  
125 sks, 143.75 cu ft, surface casing shoe to surface, 0-325'.

**Plug II, Inside/outside 5 1/2" casing, Perforations at 1220',**  
EOT 1270', 59 sks, 67.85 cu ft, Nacimiento top, 1070'-1270'.

**Set 5 1/2" CR @ 3500'. Squeeze 20 sks, 23 cu ft under CICR to**  
cover the Pictured Cliffs Perforations.

**Plug I, Inside 5 1/2" casing, cement retainer at 3500', 83 sks,**  
95.45 cu ft, Pictured Cliffs-Kirtland-Ojo Alamo, 2970'-3541'.

**5 1/2" 15.5#, J-55 casing @ 3645'. Hole size: 7-7/8"**  
Cement w/ 200 sks cement.

Pictured Cliffs Perforated @ 3541' – 3582'

PBTB @ 3603' TD @ 3645'

**Hall 2**

30-039-05771

Blanco Pictured Cliffs South

890' FSL & 890' FEL

P S28-T25N-R03W

Rio Arriba County, NM

**Elevation: 7178'**

**Formation Tops (Operator submitted)**

- Surface Casing - 225'
- Nacimiento - 1170'
- Ojo Alamo - 3070'
- Kirtland - 3300'
- Pictured Cliffs - 3537'
- Perforations - 3541' - 3582'



# 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

March 13, 2026

### Notice of Intent – Plug and Abandonment

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**Operator:** Dugan Production Corporation  
**Lease:** NMSF 0080536  
**Well(s):** Hall 2, US Well # 30-039-05771  
**Sundry Notice ID #:** 2899745

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. Modify Plug 1. Make the TOC 2953' to cover the BLM Geologist's pick for the Ojo Alamo at 3053'.
  - b. Modify Plug 2. Make the TOC 981' to cover the BLM Geologist's pick for the Nacimiento at 981'.
3. **Notification:** 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 3/13/2025

**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 minimum general 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.**

5.0 All cement plugs spotted across, or above, any exposed zone(s), when; the wellbore is not full of fluid or the fluid level will not remain static, and in the case of lost circulation or partial returns during cement placement, shall be tested by tagging with the work string.

- 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.
- 5.4 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<sub>2</sub>S.

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.

### BLM - FFO - Geologic Report

Date Completed: 3/12/2026

Well No.	Hall #2	Surf. Loc.	890	FSL	890	FEL
API	30-039-05771		T. 25 N	R. 03 W	Section	28
Operator	Dugan Production Corp	County	Rio Arriba	State	NM	
Elevation (KB)	7178					

Geologic Formations	Tops (TVD)	Remarks
Nacimiento	1081	F/W Sands
Ojo Alamo	3053	F/W Sands
Kirtland	3352	
Fruitland	3461	Coal, Gas
Pic. Cliffs	3582	Gas

Completed by Alek K.

Remarks: Please adjust all plugs to cover BLM-Picked formation tops.

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 562849

**CONDITIONS**

Operator: DUGAN PRODUCTION CORP PO Box 420 Farmington, NM 87499	OGRID: 6515
	Action Number: 562849
	Action Type: [C-103] NOI Plug & Abandon (C-103F)

**CONDITIONS**

Created By	Condition	Condition Date
loren.diede	Notify the OCD inspection supervisor via email 24 hours prior to beginning Plug & Abandon (P&A) operations.	3/16/2026
loren.diede	Submit photo and GPS coordinates of the P&A marker with the C-103P subsequent P&A report. The API# on the marker must be clearly legible.	3/16/2026