

NMOCD CASE NO. 9252

November 4, 1987

Dugan Production Corp.

Exhibit No. 2

OIL CONSERVATION DIVISION

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

Form C-102
Revised 10-1-78

All distances must be from the outer boundaries of the Section.

Operator Dugan Production Corporation		Lease Bridge Com.		Well No. 1
Unit Letter J	Section 28	Township 26 North	Range 2 West	County Rio Arriba
Actual Footage Location of Well: 1650 feet from the South line and 2200 feet from the East line				
Ground Level Elev. 7432	Producing Formation Mancos	Pool Gavilan Mancos	Dedicated Acreage: 640.0 Acres	

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

☐ Yes ☒ No If answer is "yes," type of consolidation Will be communitized or force pooled

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) Application for Forced Pooling Hearing has been submitted.

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Division.

<p>TRACT NO. 4 FEE LEASE 160.0 A</p> <p>Mountain States Natural Gas Corp = 97.9722%</p> <p>Kindermac Partners = 0.316406%</p> <p>Huntington T. Walker = 0.4614%</p> <p>R. Bayless = 1.250000%</p> <p>SECTION 28</p>	<p>TRACT NO. 1 FEE LEASE 160.0 A</p> <p>Dugan Production Corp.</p> <p>100%</p>
<p>TRACT NO. 3 NM-01806 160.0 A</p> <p>Dugan Production Corp = 25%</p> <p>Mesa Grande Resources = 75%</p>	<p>TRACT NO. 2 FEE LEASE 160.0 A</p> <p>2200'</p> <p>1650'</p> <p>Dugan Production 37.5%</p> <p>Sun Exploration 62.5%</p>

CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Sherman E. Dugan
Name

Sherman E. Dugan
Position

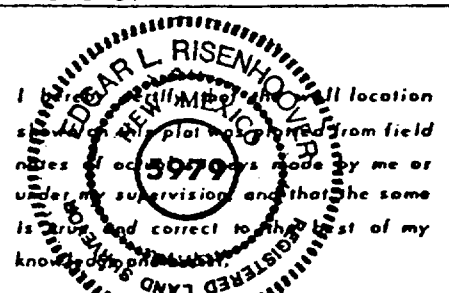
Geologist

Company

Dugan Production Corp.

Date

10-8-87



Date Surveyed

September 18, 1987

Registered Professional Engineer
and/or Land Surveyor

Edgar L. Risenhoover
Certificate No. 5979

Edgar L. Risenhoover, L.S.