

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
March 4, 2004

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO.

30-043-20988

5. Indicate Type of Lease – Navajo Allotted
STATE ☐ FEE ☐

6. State Oil & Gas Lease No.

Federal: NOOC14205051

7. Lease Name or Unit Agreement Name

Rusty Nail Com

8. Well Number

90

9. OGRID Number

006515

10. Pool name or Wildcat

Basin Fruitland Coal

SUNDRY NOTICES AND REPORTS ON WELLS

(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH
PROPOSALS.)

1. Type of Well:

Oil Well ☐ Gas Well ☒ Other

2. Name of Operator

Dugan Production Corp.

3. Address of Operator

P. O. Box 420, Farmington, NM 87499-0420

4. Well Location

Unit Letter C : 875 feet from the North line and 1840 feet from the West line

Section 34 Township 22N Range 6W NMPM County Sandoval

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

7044' GL

Pit or Below-grade Tank Application (For pit or below-grade tank closures, a form C-144 must be attached)

Pit Location: UL C Sect 34 Twp 22N Rng 6W Pit type Lined Reserve Pit Depth to Groundwater >100' Distance from nearest fresh water well 1.6 miles

Distance from nearest surface water 4600' Below-grade Tank Location UL Sect Twp Rng ;

 feet from the line and feet from the line

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐

TEMPORARILY ABANDON ☐ CHANGE PLANS ☐

PULL OR ALTER CASING ☐ MULTIPLE COMPLETION ☐

OTHER: Supplement to APD For Rule 50 Compliance ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐

CASING TEST AND CEMENT JOB ☐

OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Well was spudded on 8/31/04 under an APD dated 7/9/04. 4½" casing was cemented @ 1526' on 9/10/04 and the well is currently waiting to be completed. This sundry is to provide supplemental APD information for NMOCD Rule 50 Compliance. Well location is outside the established vulnerable area. During drilling and completion, a lined reserve pit will exist. Upon completion, all fluid produced during completion and upon production will be stored in an above grade steel tank or possibly a sub-grade fiberglass tank with leak detection. The reserve pit will be assessed for closure requirements. If appropriate, the excess liner will be removed and disposed of at an authorized disposal site, the pit fluids allowed to evaporate and the pit covered and contoured.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☒, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE John D. Roe TITLE Engineering Manager DATE September 21, 2004

Type or print name John D. Roe E-mail address: johnroe@duganproduction.com Telephone No. 325-1821

(This space for State use)

APPROVED BY Denny TITLE Oil & Gas Inspector, Dist. 80 DATE SEP 22 2004
Conditions of approval, if any: