

Submit 1 Copy To Appropriate District Office  
 District I - (575) 393-6161  
 1625 N French Dr, Hobbs, NM 88240  
 District II - (575) 748-1283  
 811 S. First St, Artesia, NM 88210  
 District III - (505) 334-6178  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV - (505) 476-3460  
 1220 S. St Francis Dr, Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 Revised August 1, 2011

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

WELL API NO. 30-045-23120
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Mae Gale A
8. Well Number 1
9. OGRID Number 006515
10. Pool name or Wildcat Otero Chacra (003686)

**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 E : 1820 feet from the North line and 1020 feet from the West line  
Section 24 Township 29N Range 11W NMPM San Juan County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
5483' GL

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

<b>NOTICE OF INTENTION TO:</b>	<b>SUBSEQUENT REPORT OF:</b>
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
PLUG AND ABANDON <input checked="" type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
CHANGE PLANS <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>
MULTIPLE COMPL <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>	
OTHER: <input type="checkbox"/>	OTHER: <input type="checkbox"/>

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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Plan to plug the well as follows.

- 1) Set CIBP @ 2773'
- 2) Set inside plug with 25 sks Class B neat cement (2450'-2773')
- 3) Set inside plug with 15 sks Class B neat cement (1683'-1782')
- 4) Perforate @ 665'. Set inside/outside plug with 120 sks Class B neat cement (400'-665')
- 5) Perforate @ 320'. Circulate cement to surface. Fill 4½" casing with cement. Tag top of cement @ surface
- 6) Cut wellhead and install dry hole marker

RCVD MAY 25 '12  
 OIL CONS. DIV.  
 DIST. 3

\* run a CBL and submit it for review and approval prior to cementing

Spud Date:  Rig Release Date:

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

SIGNATURE Aliph Reena TITLE Production Engineer DATE May 24, 2012

Type or print name Aliph Reena E-mail address: aliph.reena@duganproduction.com PHONE: 505-325-1821

For State Use Only

APPROVED BY: Branch TITLE Deputy Oil & Gas Inspector, DATE 6-1-12  
District #3

Conditions of Approval (if any):

AV