

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010**SUNDRY NOTICES AND REPORTS ON WELLS**
*Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.***SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

1. Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other COAL BED METHANE		5. Lease Serial No NOOC14207479
2. Name of Operator DUGAN PRODUCTION CORPORATION		6. If Indian, Allottee or Tribe Name EASTERN NAVAJO
3a. Address FARMINGTON, NM 874990420		7. If Unit or CA/Agreement, Name and/or No. NMNM99367
3b. Phone No. (include area code) Ph: 505-325-1821		8. Well Name and No. GUINNESS COM 90S
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 13 T26N R13W SWSE 660FSL 1980FEL 36.482780 N Lat., 108.168290 W Lon		9. API Well No 30-045-33735-00-S1
		10. Field and Pool, or Exploratory BASIN FRUITLAND COAL
		11. County or Parish, and State SAN JUAN COUNTY, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Deepen
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Fracture Treat
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Plug and Abandon
	<input type="checkbox"/> Plug Back
	<input type="checkbox"/> Production (Start/Resume)
	<input type="checkbox"/> Reclamation
	<input type="checkbox"/> Recomplete
	<input checked="" type="checkbox"/> Temporarily Abandon
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Well Integrity
	<input type="checkbox"/> Other
	<input type="checkbox"/> Water Disposal

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Re-stimulating the well at the current gas prices is not economically feasible. Offsetting well analysis shows good production potential in the area. Operator requests permission to temporarily abandon this well until economic conditions improve. The well will be TA'd by the following procedure: TIH w/5-1/2" retainer and land @ +/-880'. Test casing to 680 psig. If it passes, spot packer fluid and roll fluid. TOH w/tbg and install valve, and rig down and move.

TA approved until 6/1/13

Notify NMOCD 24 hrs
prior to beginning
operationsRCVD JUN 7 '12
OIL CONS. DIV.
DIST. 3

14. Thereby certify that the foregoing is true and correct.	
Electronic Submission #139729 verified by the BLM Well Information System For DUGAN PRODUCTION CORPORATION, sent to the Farmington Committed to AFMSS for processing by STEVE MASON on 06/06/2012 (12SXM1267SE)	
Name (Printed/Typed) KURT FAGRELIUS	Title VICE-PRESIDENT
Signature (Electronic Submission)	Date 06/05/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

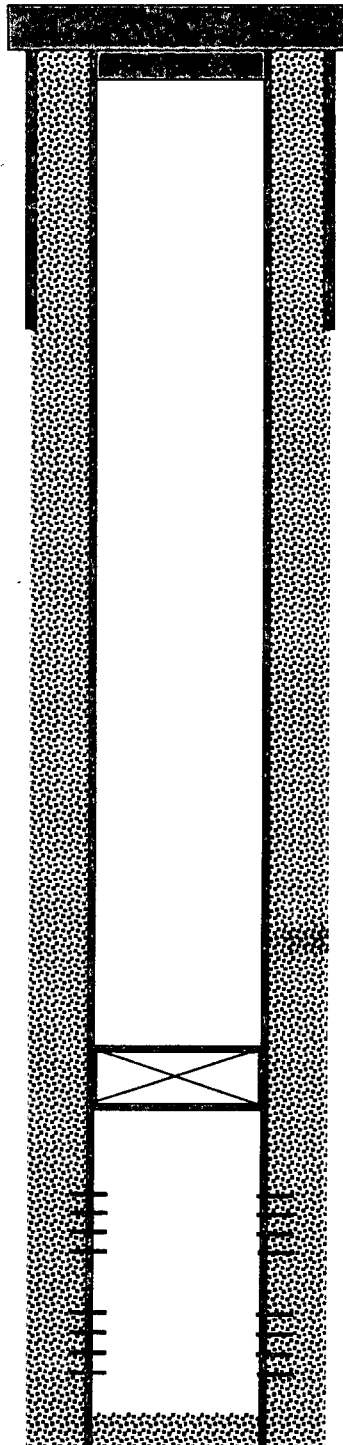
Approved By STEPHEN MASON	Title PETROLEUM ENGINEER	Date 06/06/2012
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.		Office Farmington

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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

NMOCD 14

Guinness Com 90S
300-45-33735
Final Schematic After T & A



8 5/8" 24# J-55 Surface
casing set @ 128'

CR Set @ 880' .

Fruitland coal perforated
@ 930'- 934 & 1087' – 1108'

5 1/2" 15.5# J-55 Casing set
@ 1315'