Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0137 Expires. July 31, 201

5. Lease Serial No. NM-21741

6. If Indian, Allottee or Tribe Name

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.	

7. If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2 1. Type of Well 8. Well Name and No. Silver Medal # 1 Oil Well Gas Well Other JUN 14 2010 2. Name of Operator Dugan Production Corp. 9. API Well No. 30-045-26034 10. Field and Pool or Exploratory Area P. O. Box 420, Farmington, NM 87499-0420 Bisti Gallup, South 505-325-1821 4. Location of Well (Footage, Sec., T.R.M., or Survey Description) 11. Country or Parish, State San Juan, NM 620' FSL & 620' FWL Sec. 27, T 24N, R 10W (SW/4 SW/4) Unit M 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Production (Start/Resume) Water Shut-Off Deepen ✓ Notice of Intent Fracture Treat Reclamation Well Integrity Alter Casing ✓ Other Landfarm closure Casing Repair New Construction Recomplete Subsequent Report Plug and Abandon Change Plans Temporarily Abandon Final Abandonment Notice Convert to Injection Plug Back 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. the proposal is to deepen directionally or recomplete 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 must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.) Landfarm on location has been remediated and has passed all soil testing and remediation is complete. The testing and remediation was carried out by DPC and Blagg Engineering, Inc. The analytical data and information was generated using specified and selected methods for determination of organic compounds EPA-600/4-79-020, and test methods for evaluating solid wastes, sw846. All samples were received by Envirotech Analytical Laboratories in good condition on 04/20/2010. This sundry serves notice that Dugan Production intends to close this landfarm and use the remediated soils as needed on the lease. Landfarm (50 cu yards) was initiated 06/17/2006. See attachments. RCVD JUN 22'10 ACCEPTED FOR RECORD OIL CONS. DIV.

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)

Rodger Mullins

Signature

Title Environmental Manager

Date 0/0/11/1

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title Env. Comp. Lead Date

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

Date 6-15-10

DIST. 3

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.