Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

DONOR OF BEIND MINITEDITIES				
INDR	Y NOTIC	SES 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.

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

5.	Lease Serial No.
	NMNM019411

6.	If Indian,	Allottee	or Tribe N	lame

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SUBMIT IN TRIPLICATE - Other instructions on reverse side.				7. If Unit or CA/Agreement, Name and/or No. NMNM110404		
1. Type of Well				8. Well Name and No.		
☐ Oil Well ☐ Gas Well 🔀 Otl	ner: COAL BED METHANE			FEDERAL B COM	И 91	
Name of Operator Contact: ALIPH REENA DUGAN PRODUCTION CORPORATION ail: aliph.reena@duganproduction.com				9. API Well No. 30-045-35232-00-X1		
3a. Address .		3b. Phone No. (include area code)	10. Field and Pool, or Exploratory		
FARMINGTON, NM 87499	:	Ph: 505-325-1821		BASIN FRUITLAND COAL		
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)			11. County or Parish, and State			
Sec 31 T30N R11W NESW 1355FSL 2040FWL 36.765300 N Lat, 108.033830 W Lon			SAN JUAN COUNTY, NM			
12. CHECK APPI	ROPRIATE BOX(ES) TO	INDICATE NATURE OF	NOTICE, R	EPORT, OR OTHE	R DATA	
TYPE OF SUBMISSION	TYPE OF ACTION					
□ Notice of Intent	☐ Acidize	☐ Deepen	☐ Product	ion (Start/Resume)	■ Water Shut-Off	
☐ Notice of Intent	☐ Alter Casing	☐ Fracture Treat	☐ Reclamation		■ Well Integrity	
Subsequent Report	☐ Casing Repair	☐ New Construction	☐ Recomplete		Other	
☐ Final Abandonment Notice	☐ Change Plans			arily Abandon	Drilling Operations	
BP	Convert to Injection	☐ Plug Back	☐ Water Disposal		•	
13. Describe Proposed or Completed Op If the proposal is to deepen directions	eration (clearly state all pertinen	t details, including estimated startingive subsurface locations and measu	g date of any pured and true ve	roposed work and appro- ertical depths of all pertir	ximate duration thereof.	

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 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 shall 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 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.)

Drill 7-7/8" hole to 2223' on 6/15/14. Drill bit stuck in the hole. Left drill bit, bit sub, and 1 joint drill collar in the hole. 22' of fish at the bottom of the hole. Tag top of fish @ 2201'. Circulate clean. Ran 52 jts 5-1/2" 15.5# J-55 csg with 1 Marker Joint. Casing set @ 2183', float collar @ 2141'. Pumped 225 sx Premium Lite FM w/3% bwoc Calcium Chloride + 0.25 lbs/sx Celloflake + 5 lbs/sx LCM + 8% bwoc Bentonite + 0.4% bwoc FL-52A + 0.4% bwoc SMS + 112.3% fresh water as lead cement (yield 2.13 cu ft/sx, lead volume 479 cu ft), followed by 145 sx Type III cement + 1% bwoc Calcium Chloride + 0.25 lbs/sx Celloflake + 0.2% bwoc FL-52A + 59% fresh water (yield 1.38 cu ft, tail volume 200 cu ft). Total cement volume 679 cu ft. Circulated 6 bbls cement (yield 1.38 cu ft, Displaced w/51.7 cu ft fresh water. D&D Drilling released 6/23/14.

JUL 0 3 2014

14. I hereby certify that th	ne foregoing is true and correct. Electronic Submission #250867 verifie For DUGAN PRODUCTION CORP Committed to AFMSS for processing by WILLIA	DRÁTIC	N, sent to the Farmington	
Name (Printed/Typed)	ALIPH REENA	Title	PRODUCTION ENGINEER	
Signature	(Electronic Submission)	Date	06/25/2014	
	THIS SPACE FOR FEDERA	L OR	STATE OFFICE USE	
Approved By ACC	CEPTED		VILLIAM TAMBEKOU PETROLEUM ENGINEER	Date 06/30/2014
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	
	I and Title 43 U.S.C. Section 1212, make it a crime for any poor fraudulent statements or representations as to any matter w			t or agency of the United