State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin
Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary Jami Bailey, Division Director Oil Conservation Division



New Mexico Oil Conservation Division approval and conditions listed below are made in accordance with OCD Rule 19.15.7.11 and are in addition to the actions approved by BLM on the following 3160-4 or 3160-5 form.

Operator Signature Date: 6/3/14

Well information:

		12														
API WELL #	Well Name	Well #	Operator Name	Туре	Stat	County	Surf_Owner	UL	Sec	Twp		W/E	Feet	NS	Ft	EW
30-045- 33735-00-00		H	DUGAN PRODUCTION CORP	G	A	San Juan	N	О	13	26	N 13	w	660	S	1980	Е

33735-00-00	COM	PRODUCTION	ON CORP	1	Juan			2011	<u>]" </u>	000 5	1,000
Applicati	☐ P&A ☐ Reco	mplete/D d injection co	•	r hydr	aulic :	fracturing					_
	ns of Appro MOCD 241	val: h rs prior to b	eginning	opera	tions,	casing &	ceme	nt			
See APD communi		of approval re	garding H	lydrau	lic Fra	cturing, (Oil bas	e muds	and	Well-b	ore
***FILE Status.	a "Record	Clean Up" Su	bsequent	sundry	with	work don	e to pu	it this	well	in TA	
					T.						
NMOCD	Approved	LUDUU by Signature)	10/21 Date	<u>/14</u>						

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT



FORM APPROVED OMB NO. 1004-0135

5/	Lease Seria	l No.
	NOOC14	207479

SUNDRY NOTICES AND REPORTS ON WELLS		
SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter and abandoned well. Use form 3160-3 (APD) for such proposals.	ሲጓ	2017
abandoned well. Use form 3160-3 (APD) for such proposals."	AA	CU 19

0.	EASTERN NAVAJO	

	EASTERN NAVAJO							
SUBMIT IN TRI	7. If Unit or CA/Agreement, Name and/or No. NMNM99367							
1. Type of Well	· · · · · · · · · · · · · · · · · · ·			8. Well Name and No				
Oil Well Gas Well 🛛 Oth	ner: COAL BED METHAN	E		GUINNESS COM	190S			
Name of Operator DUGAN PRODUCTION COR	Contact: PORATIŒMail: aliph.reena	ALIPH REENA a@duganproduction.com	_	9. API Well No. 30-045-33735-00-S1				
3a. Address		3b. Phone No. (include area code)	10. Field and Pool, or Exploratory				
FARMINGTON, NM 8749904	20	Ph: 505-325-1821		BASIN FRUITL	AND COAL			
4. Location of Well (Footage, Sec., T	., R., M., or Survey Description)		11. County or Parish,	and State			
Sec 13 T26N R13W SWSE 66 36.482780 N Lat, 108.168290	SAN JUAN COUNTY, NM							
			·····					
12. CHECK APPE	ROPRIATE BOX(ES) TO	O INDICATE NATURE OF I	NOTICE, R	EPORT, OR OTHE	CR DATA			
TYPE OF SUBMISSION	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	☐ Reclam	ation	☐ Well Integrity			
☐ Subsequent Report			☐ Recomp	olete	Other			
☐ Final Abandonment Notice	☐ Change Plans	☐ Plug and Abandon	Tempor Te	arily Abandon				
	Convert to Injection	☐ Plug Back	☐ Water I	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 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.)

Dugan Production Corp. requests an extension to the current TA status on this well.

OIL CONS. DIV DIST. 3
JUL 16 2014

BLM'S APPROVAL OR ACCEPTANCE OF THIS ACTION DOES NOT RELIEVE THE LESSEE AND OPERATOR FROM OBTAINING ANY OTHER **AUTHORIZATION REQUIRED FOR OPERATIONS** ON FEDERAL AND INDIAN LANDS

TA approved	until 6/1/2015							
14. I hereby certify that the	ne foregoing is true and correct. Electronic Submission #248010 verifie For DUGAN PRODUCTION CORPO Committed to AFMSS for processing by TR	DRÁTIO	N, sent to the Farmington					
Name (Printed/Typed)	ALIPH REENA	Title	PRODUCTION ENGINEER					
Signature	(Electronic Submission)	Date	06/03/2014					
	THIS SPACE FOR FEDERA	L OR	STATE OFFICE USE					
Approved By_TROY S.	ALYERS	TitleP	PETROLEUM ENGINEER	Date 07/14/2014				
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.								
Title 18 U.S.C. Section 100 States any false, fictitious	l and Title 43 U.S.C. Section 1212, make it a crime for any pe or.fraudulent statements or representations as to any matter w	rson kno ithin its j	wingly and willfully to make to any department or a urisdiction.	agency of the United				