Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED Budget Bureau No. 1004-0135

Expires: March 31,1993

ease Designation and Serial No.

5. Lease Designation and Serial No. SUNDRY NOTICES AND REPORTS ON WELLS NO-G-0103-1462 Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. 6. If Indian, Allotted or Tribe Name Use "APPLICATION FOR PERMIT -" for such proposals SUBMIT IN TRIPLICATE Navaio Allotted 1. Type of Well 7. If Unit or CA, Agreement Designation Well Other Well 2. Name of Operator 8. Well Name and No. Dugan Production Corp. Bitsili Com #90 9. API Well No. 3. Address and Telephone No. P.O. Box 420, Farmington, NM 87499 (505) 325 - 1821 30 045 33187 Location of Well (Footage, Sec., T., R., M., or Survey Description) 10. Field and Pool, or Exploratory Area 1860' FNL & 1975' FEL (SW/4 NE/4) **Basin Fruitland Coal** Unit G. Sec. 19, T24N, R9W 11. County or Parish, State San Juan, NM 12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Abandonment Change of Plans Recompletion **New Construction** Subsequent Report **Plugging Back** Non-Routine Fracturing Casing Repair Water Shut-Off Final Abandonment Notice Altering Casing Conversion to Injection K Other Completion Dispose Water (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.) 13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work if well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)* Pressure test casing to 3500#, held. Run GR-CCL-CNL logs. Perforate Fruitland Coal from 1578'-1592' w/4 spf (total 56 DP charges). Acidize w/500 gals 15% HCL. Frac w/75,000# 20/40 Brady Sand; 40,450 gals AquaSafe gel. 14. I hereby certify that the foregoing is true and correct Petroleum Engineer 12/2/2005 Signed Date Darrin Steed ACCEPTED FOR RECOR (This space for Federal or State office use) DEC 0 7 2005 Approved by Title Date Conditions of approval, if any: FARMINGIUM FIELD OFFICE

Title 18 U.S.C. Section 1001, makes 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.