District I 1625 N. French Dr., Hobbs, NM 88240 District II

Date:

January 3, 2006

Phone:

(505)325-1821

State of New Mexico Energy, Minerals & Natural Resources

Form C-104 Revised June 10, 2003

1301 W. Grand Avenue, Artesia, NM 88210 Submit to Appropriate District Office District III Oil Conservation Division 5 Copies 1000 Rio Brazos Rd., Aztec, NM 87410 1220 South St. Francis Dr. District IV Santa Fe, NM 87505 1220 S. St. Francis Dr., Santa Fe, NM 87505 ☐ AMENDED REPORT REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT ¹ Operator name and Address ² OGRID Number **Dugan Production Corp.** 006515 P. O. Box 420 ³ Reason for Filing Code/ Effective Date Farmington, NM 87499-0420 NW ⁴ API Number ⁵ Pool Name ⁶ Pool Code **Basin Fruitland Coal** 71629 30 - 045 - 32703 ⁷ Property Code ⁸ Property Name 9 Well Number **Ernie Com** 908 II. 10 Surface Location Range UL or lot no Section Township Lot.Idn Feet from the North/South line Feet from the East/West line 0 1 24N 11W 1280 South 1790 East San Juan 11 Bottom Hole Location Township North/South line Feet from the UL or lot no | Section Feet from the East/West line Range Lot Idn County O 1 24N 11W 1280 South 1790 East San Juan 12 Lse Code 3 Producing Method Code 14 Gas Connection Date 15 C-129 Permit Number ¹⁶ C-129 Effective Date ¹⁷ C-129 Expiration Date F III. Oil and Gas Transporters 21 O/G ¹⁸ Transporter 19 Transporter Name ²⁰ POD 22 POD ULSTR Location **OGRID** and Address and Description **Enterprise Field Services** Sesamee Street Gathering System CDP located 151618 G 614 Reilly Ave., Farmington, NM G, Sec. 36, T25N, R11W IV. Produced Water ²³ POD ²⁴ POD ULSTR Location and Description V. Well Completion Data 25 Spud Date ²⁷ TD ²⁸ PBTD ²⁶ Ready Date ²⁹ Perforations 30 DHC, MC 6/20/05 9/9/05 1541' 1498 1349'-1368' 31 Hole Size 32 Casing & Tubing Size 33 Depth Set 34 Sacks Cement 12-1/4" 8-5/8" 24# J-55 1311 95 sx 7" 5-1/2" 15.5# J-55 1541' 150 sx 2-3/8" 1421' VI. Well Test Data 35 Date New Oil ³⁶ Gas Delivery Date **Test Date** Test Length Tbg. Pressure 40 Csg. Pressure NA 9/14/05 NA 24 hrs 1 10 41 Choke Size ⁴² Oil 43 Water 44 Gas 45 AOF 46 Test Method 0 123 10 F been complied with and that the information gives complete to the best of my knowledge and belief. ⁴⁷ I hereby certify that the rules of the Oil Conservation Division have OIL CONSERVATION DIVISION been complied with and that the information given above is true and Approved by: Printed name Title: **SUPERVISOR DISTRICT #3** John Alexander Title: Approval Date: JAN 06 2006 Vice-President E-mail Address: johncalexander@duganproduction.com