Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

5. Lease Serial No. NMNM96799

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an

6. If Indian, Allottee or Tribe Name abandoned well. Use form 3160-3 (APD) for such proposals. If Unit or CA/Agreement, Name and/or No. NMNM116512 SUBMIT IN TRIPLICATE - Other instructions on page 2 1. Type of Well 8. Well Name and No. ADAM COM 91 ☐ Oil Well ☐ Gas Well ☒ Other: COAL BED METHANE Name of Operator Contact: ALIPH REENA DUGAN PRODUCTION CORPORATION CORPORATION ail: aliph.reena@duganproduction.com 9. API Well No. 30-045-35694-00-X1 3a. Address 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area 709 E MURRAY DRIVE Ph: 505-325-1821 BASIN FRUITLAND COAL FARMINGTON, NM 87499 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State Sec 19 T23N R10W NESW 1705FSL 1501FWL SAN JUAN COUNTY, NM 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION □ Acidize Deepen ☐ Production (Start/Resume) ■ Water Shut-Off ☐ Notice of Intent ☐ Hydraulic Fracturing ■ Well Integrity ☐ Alter Casing ☐ Reclamation Subsequent Report ☐ Casing Repair ■ New Construction ☐ Recomplete Other **Drilling Operations** ☐ Final Abandonment Notice ☐ Change Plans ☐ Plug and Abandon □ Temporarily Abandon ☐ 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. 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 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.

Spud 12-1/4" hole on 5/22/17. Drilled to 145' RKB. Run 8-5/8" 24# J-55 ST&C csq to 126.40', float collar @ 84'. Cement w/100 sks, 118 cu ft (21 bbls, yield 1.18 cu ft/sk, 15.8#, 5.24 gal/sk)
Halliburton Halcem cement system, Class G cement with 2% CaCl2. Displaced w/5.5 bbls water. Circulated 9 bbls cement to surface, NU BOp. Pressure test blind rams & csg to 800 psi for 30 mins, held ok. Pressure test pipe rams to 800 psi for 30 mins, held ok; low test 250 psi for 10 mins, held ok. Pressure test choke manifold, kill line, TIW valve to 800 psi for 30 mins, held ok; low test to 250 psi, held ok.

OIL CONS. DIV DIST. 3 JUN 12 2017

14. I hereby certify that the foregoing is true and correct. Electronic Submission #377542 verified by the BLM Well Information System For DUGAN PRODUCTION CORPORATION, sent to the Farmington Committed to AFMSS for processing by JACK SAVAGE on 06/07/2017 (17JWS0110SE)				
Name (Printed/Typed)	ALIPH REENA	Title	AGENT, ENGINEERING SUPERVISOR	
Signature	(Electronic Submission)	Date	05/31/2017	- 1
THIS SPACE FOR FEDERAL OR STATE OFFICE USE				
Approved By ACCEPTED			ACK SAVAGE ETROLEUM ENGINEER	Date 06/07/2017
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	
Title 18 II S.C. Section 1001 and Title 43 II S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United				

(Instructions on page 2) ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

