Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED

Budget Bureau No. 1004-0135

Budget Bureau No. 1004-013

BUREAU OF LAND MANAGEMENT Expires: March 31,1993 5. Lease Designation and Serial No. SUNDRY NOTICES AND REPORTS ON WELLS 2008 NOV 15 PNM-94067 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 RECEIVE SUBMIT IN TRIPLICATE FARMING TOM NIM 1. Type of Well 7. If Unit or CA, Agreement Designation Gas Well Wel Other 2. Name of Operator 8. Well Name and No. **Dugan Production Corp.** Billie Com #90 9. API Well No. 3. Address and Telephone No. 30 045 33872 P.O. Box 420, Farmington, NM 87499 (505) 325 - 1821 10. Field and Pool, or Exploratory Area Location of Well (Footage, Sec., T., R., M., or Survey Description) 790' FNL & 900' FWL (NW/4 NW/4) **Basin Fruitland Coal** Unit D. Sec. 35, T22N, R8W, NMPM 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 П Recompletion **New Construction** Subsequent Report П **Plugging Back** Non-Routine Fracturing Casing Repair Water Shut-Off **Final Abandonment Notice** Altering Casing Conversion to Injection Other TD, production casing 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.)* Drill to TD @ 940' on 10-12-06. Run 5½" 15.5# J-55 csg in 7" hole. Land @ 930', float collar @ 890'. Cement w/45 sx Type 5 cement w/2% Lodense w/3# PhenoSeal & 1/4# celloflake/sx. RCVD NOV22'06 Tail w/50 sx Type 5 cement w/3% PhenoSeal & 1/4# celloflake/sx (160 cu ft total slurry). Displace w/21 bbls water. Circulate 5 bbls cement. Pressure test will be reported on OTL CONS. DIV. completion sundry. DIST. 3 ACCEPTED FOR RECORD NOV 2 2 2006 14. I hereby certify that the foregoing is true and correct Vice-President 11/9/2006 Signed (This space for al or State office use Approved by Title Conditions of approval, if any:

or representations as to any matter within its jurisdiction

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