

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

WELL COMPLETION OR RECOMPLETION REPORT AND LOG*

1. a. TYPE OF WELL:

OIL WELL ☐GAS WELL ☒DRY ☐OTHER ☐

b. TYPE OF COMPLETION:

NEW ☒WORK OVER ☐DEEP-EN ☐PLUG BACK ☐DIFF. CENTR. ☐OTHER ☐

2. Name of Operator

Dugan Production Corp.

3. Address and Telephone No.

P.O. Box 420, Farmington, NM 87499 (505) 325-1821

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)*

At surface 1500' FSL & 1280' FWL (NW/4 SW/4)

At top prod. interval reported below

same

At total depth

same

14. PERMIT NO.

DATE ISSUED

12. COUNTY OR PARISH

13. STATE

San Juan

NM

15. DATE SPUNDED

9/11/2006

16. DATE T.D. REACHED

9/13/2006

17. DATE COMPL.

(Ready to prod.)

4/2/2007

18. ELEVATIONS (OF, RKB, RT, GR, ETC.)*

6708' GL

RCVD APR 24 07

20. TOTAL DEPTH, MD & TVD

950'

21. PLUG BACK T.D., MD & TVD

893'

22. IF MULTIPLE COMPL.

HOW MANY*

23. INTERVALS

DRILLED BY

ROTARY TOOLS

TD

CABLE TOOLS

OIL CONS. DIV.

DIST 3

24. PRODUCING INTERVAL(S), OF THIS COMPLETION - TOP, BOTTOM, NAME (MD AND TVD)*

684'-704' (Fruitland Coal)

25. WAS DIRECTIONAL SURVEY MADE

no

26. TYPE ELECTRIC AND OTHER LOGS RUN

GR-CNL-CCL

27. WAS WELL CORED

no

28. CASING RECORD (Report all strings set in well)

CASING SIZE/GRADE	WEIGHT, LB./FT.	DEPTH SET (MD)	HOLE SIZE	TOP OF CEMENT, CEMENTING RECORD	AMOUNT PULLED
8-5/8" J-55	24#	130'	12-1/4"	100 sx Type 5 cement w/2% CaCl ₂ w/1/4# celloflake/sx	
5-1/2" J-55	15.5#	940'	7"	45 sx Type 5 cement w/2% Lodense w/3# PhenoSeal w/1/4# celloflake/sx	
				Tail w/50 sx Type 5 cement w/3# PhenoSeal w/1/4# celloflake/sx	

29. LINER RECORD

SIZE	TOP (MD)	BOTTOM (MD)	SACKS CEMENT*	SCREEN (MD)	SIZE	DEPTH SET (MD)	PACKER SBT (MD)
					2-3/8"	754'	N/A

31. PERFORATION RECORD (Interval, size and number)

684'-704' w/4 spf (total 80 holes)

32. ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC.

DEPTH INTERVAL (MD)	AMOUNT AND KIND OF MATERIAL USED
684'-704'	500 gals 15% HCL; 67,000# 20/40 Brady sand;
	37,680 gals AquaSafe gel

33. PRODUCTION

DATE FIRST PRODUCTION		PRODUCTION METHOD (Flowing, gas lift, pumping - size and type of pump)					WELL STATUS (Producing or shut in)	
N/A		Pumping					Shut in	
DATE OF TEST	HOURS TESTED	CHOKE SIZE	PROD'N FOR TEST PERIOD	OIL - BBL	GAS - MCF	WATER - BBL	GAS - OIL RATIO	
			→					
FLOW, TUBING PRESS.	CASING PRESSURE	CALCULATED 24 - HOUR RATE	OIL - BBL	GAS - MCF	WATER - BBL	OIL GRAVITY - API (CO ₂)	TEMPERATURE - °F	
		→						

34. DISPOSITION OF GAS (Sold, used for fuel, vented, etc.)

Vented - to be sold - a sundry notice of well test will be submitted in future

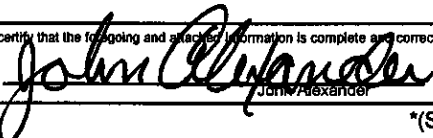
TEST WITNESSED BY

APR 19 2007

35. LIST OF ATTACHMENTS

36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records

SIGNED



Title

Vice-President

Date

4/16/2007

*(See Instructions and Spaces for Additional Data on Reverse Side)

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.

NMOCD 4/30

37. SUMMARY OF POROUS ZONES: (Show all important zones of porosity and contents thereof: cored intervals; and all drill-stem, tests, including depth interval tested on used, time tool open, flowing and shut-in pressures, and recoveries):

38. GEOLOGIC MARKERS

FORMATION	TOP	BOTTOM	DESCRIPTION, CONTENTS, ETC.	NAME	TOP	
					MEAS. DEPTH	TRUE VERT. DEPTH
				Ojo Alamo	87'	
				Kirtland	188'	
				Fruitland	364'	
				Pictured Cliffs	708'	
				TOTAL DEPTH	950'	