State of New Mexico Energy, Minerals & Natural Resources

Form C-104 Revised June 10, 2003

District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III
1000 Rio Brazos Rd., Aztec, NM 87410

Oil Conservation Division

Submit to Appropriate District Office 5 Copies

| District IV<br>1220 S. St. France       | cis Dr., Sa   | nta Fe. N  | . 410<br>IM 875   | 05                                |                 |                          |  | Francis I<br>M 87505   | Or.                          |   |  |                        |                           | A MENIC            | ED REPORT           |  |
|---|---------------|--|-------------------|-----------------------------------|-----------------|--------------------------|--|--|------------------------------|---|--|------------------------|---------------------------|--------------------|---------------------|--|
|   | I.            | -  |                   |                                   |                 |                          | •  | AND AU   | THO                          | RIZA  | TION   | тот                    | `RAN                      |                    | ED KEFOKI           |  |
| Operator n                              |               |  | SS                |                                   |                 |                          |  |  |                              | <sup>2</sup> OGRID Number<br>006515                 |  |                        |                           |                    |                     |  |
| Dugan Produ<br>P. O. Box 42             |               | orp.   |                   |                                   |                 |                          |  |  |                              | <sup>3</sup> Reason for Filing Code/ Effective Date |  |                        |                           |                    |                     |  |
| Farmington,                             |               |  |                   |                                   |                 |                          |  | NW   |                              |   |  |                        |                           |                    |                     |  |
| <sup>4</sup> API Number 30 – 045 - 3    |               |  | o Pool            | Name                              |                 | Bas                      | sin Fruitla  | and Coal   | <sup>6</sup> Pool Code 71629 |   |  |                        |                           |                    |                     |  |
| <sup>7</sup> Property C                 | ode           |  | <sup>B</sup> Prop | erty Nam                          | ne              |                          |  |  | 9 Well Number                |   |  |                        |                           |                    |                     |  |
|   | <u>3361</u>   |  |                   |                                   |                 |                          | Zapp   | , and the second se |                              |   |  |                        |                           |                    |                     |  |
| II. 10 Surface Ul or lot no. Section    |               |  |                   | Range                             | Range Lot.Idn   |                          | from the   | North/South line   |                              | Feet from the                                       |  | East/West line         |                           | County             |                     |  |
| P                                       | 22            |  |                   | 8W                                | Doulan          | 1100                     |  | South  |                              | 1200  |  | East                   |                           |                    | an Juan             |  |
| 11 Bottom                               |               | Hole Location  |                   | n                                 |                 |                          |  |  |                              |   |  |                        |                           |                    |                     |  |
| UL or lot no.<br>P                      | Section<br>22 | Township 22N   |                   | Range<br>8W                       | Lot Idn         |                          | from the<br>1100                                       | North/South line<br>South  |                              | Feet from the 1200                                  |  | East/West line<br>East |                           | San Juan           |                     |  |
|   |               | ucing Method Code<br>P                                       |                   | <sup>14</sup> Gas Connection Date |                 | <sup>15</sup> C-129 Peri |  | mit Number 16 (  |                              | C-129 Effective Da                                  |  | ate 17 C-              |                           | -129 Expir         | 129 Expiration Date |  |
| F                                       |               |  |                   |                                   |                 |                          |  |  |                              |   |  |                        |                           |                    |                     |  |
| III. Oil a                              |               |  |                   |                                   | ·T              |                          | 20 1   | POD 21 O/G   |                              | <u>,c  </u>   | <u></u>  |                        | 22 POD ULSTR Location     |                    |                     |  |
| OGRID                                   |               | <sup>19</sup> Transporter Nan<br>and Address                 |                   |                                   |                 | ı                        | r  | TOD O  |                              | /G  | <u> </u>                                       |                        | and Description           |                    |                     |  |
| 151618                                  |               | Enterprise Field Services<br>614 Reilly Ave., Farmington, NM |                   |                                   |                 |                          | 281  | 2813277 G  |                              |   | Rusty Chacra Gas Gathering Syst<br>F-12-22N-7W |                        |                           | tem located:       |                     |  |
|   |               | 014 Remy Ave., rarming                                       |                   |                                   |                 | 1 <b>V1</b>              |  |  |                              |   |  |                        | F-12-22[N-7 W             |                    |                     |  |
|   |               |  |                   |                                   |                 | ľ                        | - XX   | and a second second  |                              |   |  |                        | DC                        | un MAY3            | °07                 |  |
|   |               |  |                   |                                   |                 | V 180                    | 77-37-57-67-67-68-68-68-68-68-68-68-68-68-68-68-68-68- |  |                              | RCVD MAY3'07  |  |                        |                           |                    |                     |  |
|   |               |  |                   |                                   |                 |                          |  |  |                              | . 4° 941  | OIL CONS. DIV.                                 |                        |                           |                    |                     |  |
|   |               |  |                   |                                   |                 |                          |  |  |                              |   | DIST. 3  |                        |                           |                    |                     |  |
| <b>Xizalis</b>                          |               |  |                   |                                   |                 |                          |  |  |                              |   |  |                        |                           |                    |                     |  |
| 2 2 2 3 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 |               |  |                   |                                   |                 |                          |  |  |                              |   | -  |                        |                           |                    |                     |  |
| 1.00                                    | 0.97          |  |                   |                                   |                 |                          |  | V <sub>1</sub> (1.5)   |                              | A Contract  |  |                        |                           |                    |                     |  |
| IV. Proc                                |               | Vater  | <del></del>       |                                   |                 |                          | <u>) reduce (Sign</u>                                  | Marie Company of Assessment  | ( A. C. 10)                  |   |  |                        |                           |                    |                     |  |
| <sup>23</sup> POD                       |               |  | 4 POD             | ULSTR                             | Location        | and I                    | Descriptio   | n  |                              |   |  |                        |                           |                    |                     |  |
| V. Well                                 | Compl         | ation I  | Data              |                                   |                 |                          |  |  |                              |   |  |                        | . ,                       |                    |                     |  |
| 25 Spud Date                            |               | 26 Read  |                   | Date                              |                 | <sup>27</sup> TD         |  | <sup>28</sup> PBTD   |                              | 29  | Perforat                                       | tions                  | ns <sup>30</sup> DHC, MC  |                    |                     |  |
| 9/15/06                                 |               | 4/27/0   |                   |                                   |                 | 940'                     |  | 882'   |                              | 679'-698  |  |                        |                           |                    |                     |  |
| <sup>31</sup> He                        | ole Size      | e <sup>32</sup> Casii  |                   |                                   | g & Tubing Size |                          |  | 33   | et                           |   |  | 34 Sacks Cement        |                           |                    |                     |  |
| 12                                      | -1/4"         | 8-5  |                   |                                   | 8" 24# J-55     |                          |  | 130'   |                              |   |  |                        | 100 sx                    |                    |                     |  |
|   | 7"            |  | 5-1/2             | '' 15.5# J                        | I-55            |                          |  |  |                              |   | 95 sx  |                        |                           |                    |                     |  |
|   | H _           |  |                   |                                   | 2-3/8"          |                          |  | 752'   |                              |   |  |                        |                           |                    |                     |  |
|   |               |  |                   |                                   |                 |                          | -+   |  | ****                         |   |  |                        |                           |                    |                     |  |
| VI. Wel                                 | l Test T      | )ata   |                   |                                   |                 |                          |  |  |                              |   |  |                        | ·                         |                    |                     |  |
| 35 Date New Oil                         |               | <sup>36</sup> Gas Deliv                                      |                   | ry Date                           | 37              | Test I                   | Date   | <sup>38</sup> Te   | st Leng                      | th  | <sup>39</sup> Tbg. P                           |                        | sure                      | <sup>40</sup> Csg. | 40 Csg. Pressure    |  |
|   |               |  |                   |                                   |                 |                          |  |  |                              |   |  |                        |                           |                    |                     |  |
| 41 Choke Size                           |               |  | <sup>42</sup> Oil | I                                 |                 | <sup>13</sup> Wat        | er   | •  | 45                           |   | 5 AOF  |                        | <sup>46</sup> Test Method |                    |                     |  |
| <sup>47</sup> I hereby cer              |               |  |                   |                                   |                 |                          |  | 5/8/01   |                              | OIL C   | CONSER   | VATIO                  | N DIVIS                   | SION               |                     |  |
| been complied<br>complete to the        |               |  |                   |                                   |                 | e is tru                 | ie and   |  |                              |   |  |                        |                           |                    |                     |  |
| Signature:                              | ) _ /         |  |                   |                                   | 7               |                          |  | Approved by:   |                              |   |  |                        |                           |                    |                     |  |
| Printed name.                           | M             | M  | U                 | lly                               | an              | Q/                       | Z//_   | Title: SIPERIUSON PLEASE 5-10-07   |                              |   |  |                        |                           |                    |                     |  |
| John Alexand                            |               | SOFERVISOR DISTRICT # 3                                      |                   |                                   |                 |                          |  |  |                              |   |  |                        |                           |                    |                     |  |
| Title: Vice-President                   |               |  |                   |                                   |                 |                          |  | Approval Date: MAY 0 8 2007  |                              |   |  |                        |                           |                    |                     |  |
| E-mail Addres                           | ss:           |  |                   |                                   |                 |                          |  |  |                              |   | - 200  | •                      |                           |                    |                     |  |
| johncalexande<br>Date:                  |               |  |                   |                                   |                 |                          |  |  |                              |   |  |                        |                           |                    |                     |  |
| Date: Phone: (505)325-1821              |               |  |                   |                                   |                 |                          |  | MIM)   | 11 A A                       | and a   | )  |                        |                           |                    |                     |  |