

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SUBMIT IN DUPLICATE

(Other instructions on

reverse side)

Expires: February 28, 1995

WELL COMPLETION OR RECOMPLETION REPORT AND LOG*

1 a TYPE OF WELL
 OIL WELL GAS WELL DRY OTHER _____
 b TYPE OF COMPLETION
 NEW Well 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 **1900' FSL & 1635' FEL (NW/4 SE/4)**
 At top prod. interval reported below **same**
 At total depth **same**

5 LEASE DESIGNATION AND SERIAL NO
NM-21741

6 IF INDIAN, ALLOTTEE OR TRIBE NAME
RCVD SEP 21 '07

7 UNIT AGREEMENT NAME
OIL CONS. DIV.

8 FARM OR LEASE NAME, WELL NO
DIST. 3

Dinger #90

9 API Well No
30-045-34020-0001

10. FIELD AND POOL, OR WILDCAT
Basin Fruitland Coal

11 SEC. T. R. M. OR BLOCK AND SURVEY OR AREA
**Unit J
Sec. 28, T24N, R10W**

12 COUNTY OR PARISH
San Juan

13 STATE
NM

RECEIVED
SEP 17 2007
 Bureau of Land Management
 Farmington Field Office

14 PERMIT NO _____ DATE ISSUED _____

15 DATE SPUDDED **4/10/2007** 16 DATE T D REACHED **4/13/2007** 17. DATE COMPL (Ready to prod) **7/23/2007** 18 ELEVATIONS (DF, RKB, RT, GR, ETC.)* **6612' GL** 19 ELEV CASINGHEAD _____

20 TOTAL DEPTH, MD & TVD **1330'** 21 PLUG BACK T D, MD & TVD **1275'** 22 IF MULTIPLE COMPL., HOW MANY* _____ 23 INTERVALS DRILLED BY _____ ROTARY TOOLS **TD** CABLE TOOLS _____

24. PRODUCING INTERVAL(S). OF THIS COMPLETION - TOP, BOTTOM, NAME (MD AND TVD)*
1094'-1112' (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#	131'	12-1/4"	95 sx Type 5 cement w/2% CaCl2 w/1/4# celloflake/sx.	115 cu ft total slurry
5-1/2" J-55	15.5#	1322'	7"	75 sx Type 5 cement w/2% Lodense, 2# PhenoSeal & 1/4# celloflake/sx.	
				Tail w/50 sx Type 5 cement w/2# PhenoSeal & 1/4# celloflake/sx	
				221 cu ft total slurry	

29 LINER RECORD

SIZE	TOP (MD)	BOTTOM (MD)	SACKS CEMENT*	SCREEN (MD)

30 TUBING RECORD

SIZE	DEPTH SET (MD)	PACKER SBT (MD)
2-3/8"	1189'	N/A

31 PERFORATION RECORD (Interval, size and number)

1094'-1112' w/4 spf (total 72 holes)

32 ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC

DEPTH INTERVAL (MD)	AMOUNT AND KIND OF MATERIAL USED
1094'-1112'	43,100 gals AquaSafe gel; 80,000# 20/40 Brady sand

33 * PRODUCTION

DATE FIRST PRODUCTION **N/A** PRODUCTION METHOD **Pumping** WELL STATUS **Shut in**

DATE OF TEST	HOURS TESTED	CHOPR. SIZE	PRDCTN 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 (CORR)

34 DISPOSITION OF GAS (Solid, used for fuel, vented, etc)
Vented - to be sold - a sundry notice of well test will be submitted in the future

TEST WITNESSED BY _____

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 John Cleland Title Vice-President Date 7/23/2007

(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

ACCEPTED FOR RECORD
 SEP 19 2007
 FARMINGTON FIELD OFFICE
 BY JL Sawyer

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	256'	
				Kirtland	354'	
				Fruitland	806'	
				Pictured Cliffs	1115'	
				TOTAL DEPTH	1330'	

201/2 11'

201/2 11'