

Submit 3 Copies To Appropriate District Office  
District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W Grand Ave., Artesia, NM 88210  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
1220 S St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals and Natural Resources

Form C-103  
May 27, 2004

OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

WELL API NO. 30-045-21872
5. Indicate Type of Lease <i>Federal Lease</i> STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. SF-078868
7. Lease Name or Unit Agreement Name Adobe A
8. Well Number 1
9. OGRID Number 006515
10. Pool name or Wildcat Cuervo Gallup

SUNDRY NOTICES AND REPORTS ON WELLS  
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well ☒ Gas Well ☐ Other ☐

2. Name of Operator  
Dugan Production Corp.

3. Address of Operator  
P. O. Box 420, Farmington, NM 87499-0420

4. Well Location

Unit Letter F : 1980 feet from the North line and 1980 feet from the West line  
Section 29 Township 24N Range 8W NMPM San Juan County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
6726' GL

Pit or Below-grade Tank Application ☒ or Closure ☐

Pit type P&A Depth to Groundwater >50' Distance from nearest fresh water well >1000' Distance from nearest surface water <200'

Pit Liner Thickness: 12 mil Below-Grade Tank: Volume 500 bbls; Construction Material earthen

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐  
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐  
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

OTHER: Construct P&A pit ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ P AND A ☐  
CASING/CEMENT JOB ☐

OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Plan to construct a pit to facilitate plugging of well. Pit size will be 20' x 16' x 5' and volume will be 500 bbls. The pit will be fenced and will be lined with a 12 mil liner.

RCVD OCT 5 '07  
OIL CONS. DIV.

DIST. 3

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☒, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE John Alexander TITLE Vice-President DATE October 3, 2007

Type or print name John Alexander E-mail address: johncalexander@duganproduction.com Telephone No. 325-1821

For State Use Only

Deputy Oil & Gas Inspector,  
District #3

APPROVED BY: Bob Bell TITLE Deputy Oil & Gas Inspector, District #3 DATE OCT 09 2007  
Conditions of Approval (if any)