

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTRECEIVED
SUBMIT IN DUPLICATE
(Other instructions on reverse side)FORM APPROVED
OMB NO 1004-0137
Expires: February 28, 1995

APR 16 2008

WELL COMPLETION OR RECOMPLETION REPORT AND LOG*										5. LEASE DESIGNATION AND SERIAL NO	
1 a TYPE OF WELL: OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> DRY <input type="checkbox"/> OTHER <input type="checkbox"/>										NM-8007	
b TYPE OF COMPLETION: NEW <input checked="" type="checkbox"/> WORK <input type="checkbox"/> DEEP-EN <input type="checkbox"/> PLUG BACK <input type="checkbox"/> DIFF. CENTR. <input type="checkbox"/> OTHER <input type="checkbox"/>										6. IF INDIAN, ALLOTTEE OR TRIBE NAME	
2 Name of Operator Dugan Production Corp.										7. UNIT AGREEMENT NAME RCVD APR 21 '08	
3 Address and Telephone No. P.O. Box 420, Farmington, NM 87499 (505) 325-1821										8 FARM OR LEASE NAME, WELL NO. DIST. 3	
4 LOCATION OF WELL (Report location clearly and in accordance with any State requirements)* At surface 675' FSL & 1715' FWL (SE/4 SW/4)										9 API Well No. 30-045-34356	
At top prod. interval reported below same										10. FIELD AND POOL, OR WILDCAT Basin Fruitland Coal	
At total depth same										11. SEC., T., R., M., OR BLOCK AND SURVEY OR AREA Unit N Sec. 17, T25N, R10W	
14 PERMIT NO										DATE ISSUED	
15 DATE SPUNDED 11/26/2007										18 ELEVATIONS (OF, RKB, RT, GR, ETC.)* 6527' GL	
16 DATE T.D. REACHED 11/29/2007										19 ELEV. CASINGHEAD	
17 DATE COMPL. (Ready to prod.) 4/10/2008										20 TOTAL DEPTH, MD & TVD 1740'	
21 PLUG BACK T.D., MD & TVD 1687'										22. IF MULTIPLE COMPL., HOW MANY*	
23 INTERVALS DRILLED BY TD										24. PRODUCING INTERVAL(S), OF THIS COMPLETION - TOP, BOTTOM, NAME (MD AND TVD)* 1448'-1528' (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)	
29 LINER RECORD										30 TUBING RECORD	
31 PERFORATION RECORD (Interval, size and number) 1448'-50'; 1461'-64' & 1518'-1528' w/4 spf (total 15', 60 holes)										32 ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC. DEPTH INTERVAL (MD) 1448'-1528' AMOUNT AND KIND OF MATERIAL USED 57,240# 20/40 sand; 54,390 gals crosslinked gel	
33 * PRODUCTION										34 DISPOSITION OF GAS (Sold, used for fuel, vented, etc.) Vented - to be sold	
35 LIST OF ATTACHMENTS										36 I hereby certify that the foregoing and attached information is complete and correct as determined from all available records	
36 I hereby certify that the foregoing and attached information is complete and correct as determined from all available records										37 SIGNATURE John Alexander Title Vice-President Date 4/15/2008	
38 * (See Instructions and Spaces for Additional Data on Reverse Side)										39 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 or to furnish any false, fictitious or fraudulent information	

NMOCD

APPROVED FOR RECORD

APR 18 2008

FARMINGTON OFFICE

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 recovers):

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GEOLOGIC MARKERS

FORMATION	TOP	BOTTOM	DESCRIPTION, CONTENTS, ETC	NAME	TOP	
					MEAS. DEPTH	TRUE VERT. DEPTH
				Ojo Alamo	111'	
				Kirtland	200'	
				Fruitland	1206'	
				Pictured Cliffs	1534'	
				TOTAL DEPTH	1740'	