• -	· · · ·		RFC	EVE	7	
Form 3160-5	5 UNITED ST	ATES	-			FORM APPROVED
(June 1990)	DEPARTMENT OF TH	EINTERIOR	MAY	0 9 2008		Budget Bureau No. 1004-0135
	BUREAU OF LAND MA	NAGEMENT			4	Expires: March 31,1993
			Bureau of L	and Manageme	em	5 Lease Designation and Serial No.
	SUNDRY NOTICES AN	NM-94067				
	Do not use this form for proposals to d	6 If Indian, Allotted or Tribe Name				
	Use "APPLICATION FOR					
	SUBMIT IN					
1. Type of Well		7. If Unit or CA, Agreement Designation				
	Oil Gas					
	Weil X Well	Cther				
2 Name of Ope	erator	8. Well Name and No.				
Dugan Pro	oduction Corp.					Ellington Com #90S
3. Address and	Telephone No.					9 API Well No.
P.O. Box 420, Farmington, NM 87499 (505) 325 - 1821						30 045 33870
Location of We	II (Footage, Sec , T., R., M., or Survey Description)	10. Field and Pool, or Exploratory Area				
	& 790' FEL (SE/4 SE/4)					Basin Fruitland Coal
Unit P, Sec. 26, T22N, R8W, NMPM						11. County or Parish, State
		San Juan, NM				
12. CHEC	K APPROPRIATE BOX(s) TO INDI	SATE NATURE		=, REPORT, C		THER DATA
	TYPE OF SUBMISSION	<u>N</u>				
	Notice of Intent	Abandonme			\Box	Change of Plans
K_		Recompletion				New Construction
$\nabla \Box$	Subsequent Report	Plugging Ba				Non-Routine Fracturing
		Casing Rep				Water Shut-Off
	Final Abandonment Notice	Altering Cas	-			Conversion to Injection
		X Other	Additiona	I APD info		Dispose Water
	f					(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form)

13 Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Blow-out Preventor Equipment (BOPE) tests will be performed without using a test plug.

Will test the BOPE and surface casing together. The test will include a low pressure test to 250 psig held for five minutes and a high pressure test to 800 psig held for thirty minutes (with no more than a 10 percent pressure drop during the duration of the tests). If a 10 percent or greater pressure drop occurs, a packer will be run to isolate the surface casing and BOPE to locate the source of the leak.

			RCVD MAY 28 '08 OIL CONS. DIV. DIST. 3
14 hereby certify that the foregoing is true and correct			<u> </u>
Signed Surt Fagrelius	Title	Vice-President, Exploration Date	5/6/2008
(This space for Federal or State office use) Approved by	Title	Envireerin Tech Date	5-27-08
Conditions of approval, if any	-		•
Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly an or representations as to any matter within its jurisdiction	nd willfully t	o make to any department or agency of the United States any fals	a, fictitious or frauculent statements

Dugan Production Corp. is asking for consent to pressure test the Blow-out Preventor Equipment (BOPE) without using a test plug because of the following reason:

Y

Dugan uses a Gardner Denver 2000 drilling rig to drill shallow coal wells. The largest BOP that will fit under this rig is a Schafer 6" 2000 series that has an internal diameter of 7.0625". This BOP is screwed on to a Hercules LM85 casing head (1500 psi working pressure, 3000 psi test pressure, bottom thread 8-5/8" 8rd, cap thread 9-5/8" 8rd) that has an internal minimum bore of 7.920". The casing head is screwed onto 8-5/8" surface casing (24#, J-55 and 8rd thread) that has an internal diameter of 8.097".

Currently Dugan is unable to get a test plug for the casing head (7.920" ID) or surface casing (8.097" ID) that will pass through the BOP (7.0625").

Dugan will test the BOPE and surface casing together. The test will include a low pressure test to 250 psig held for five minutes and a high pressure test to 800 psig held for thirty minutes (with no more than a 10 percent pressure drop during the duration of the tests). If a 10 percent or greater pressure drop occurs, a packer will be run to isolate the surface casing and BOPE to locate the source of the leak.

HERCULES® Casing Heads





Patented Positive Mechanical Stop Slip Design

- Limits slip travel.
- · Reduces hoop stress in wellhead body.
- Slip load capacity equals thread joint capacity.
- Will not crush pipe ID below API drift.
- · Non-restrictive to side outlet flow.

Contoured Packing Design

- For improved seal.
- Improved Top Metal Ring Design
- · Prevents packing extrusion.

Interchangeable Parts

• All internal parts on 1500, 2000 & 3000 PSI WP LM85 models are interchangeable.

SPECIFICATIONS

Bottom Thread	8-5/8" 8rd API*	8-5/8" 8rd API*	8-5/8" 8rd API*
Bottom Connection	Male Short or Fem. Short	Male Short, Fem. Short or Fem. Slip Joint	Fem. Short or Fem. Slip Joint
Working Pressure	1500 PSI	2000 PSI	3000 PSI
Test Pressure	3000 PSI	4000 PSI	6000 PSI
Max. Body Load (2:1 SF)	90,000 lbs.	180,000 lbs.	180,000 lbs.
Cap Thread	9-5/8" 8rd API mod.**	10-3/4" 8rd API mod.**	10-3/4" 8rd API mod.**
Cap Material	Ductile Iron	Ductile Iron	Carbon Steel
Inner String	2", 2-1/2", 3", 4-1/2", 5-1/2", 7"	2", 2-1/2", 3", 4-1/2", 5-1/2", 7"	2", 2-1/2", 3", 4-1/2", 5-1/2", 7"
Suspension	Slip or Mandrel	Slip or Mandrel	Slip or Mandrel
Side Outlet	2" LP	2" LP & 3" LP***	2" LP & 3" LP***
Minimum Bore	7.920"	7.920"	7.920"
Body Material	Ductile Iron	Carbon Steel	Carbon Steel
c Height	12-1/2"	11-3/4"	11-3/4"
Weight	142 lbs.	200 lbs.	220 lbs.

Other thread styles available.

** Caution R&M Energy Systems recommends using only API modified threaded Hercules flanges See pg 22

*** 3" LP special order only. Contact Customer Service.



A Unit of Robbins & Myers, Inc.

R&M Energy Systems P.O. Box 2871 Borger, Texas, U S.A 79008-2871 (800) 858-4158 (806) 274-5293 • Fax (806) 274-3418 R&M Energy Systems Canada 9830 - 45th Avenue Edmonton, Alberta, Canada T6E 5C5 (800) 661-5659 (780) 437-6316 • Fax (780) 435-3074