

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
Farmington Field Office

JUN 10 2008

SUBMIT IN DUPLICATE
(Other instructions on reverse side)

Expires: February 28, 1995

5 LEASE DESIGNATION AND SERIAL NO

NM-90468

6 IF INDIAN, ALLOTTEE OR TRIBE NAME

7 UNIT AGREEMENT NAME

Needs CA
8 FARM OR LEASE NAME, WELL NO.

Satchmo Com #3

9 API Well No

30-045-34402-0051

10 FIELD AND POOL, OR WILDCAT

Basin Fruitland Coal

11 SEC., T., R., M., OR BLOCK AND SURVEY
OR AREA

Unit M

Sec. 4, T22N, R8W

12 COUNTY OR PARISH

San Juan

13 STATE

NM

1 a TYPE OF WELL

OIL WELL ☐ GAS WELL ☒ DRY ☐ OTHER ☐

b TYPE OF COMPLETION

NEW ☐ WORK ☐ DEEP- ☐ PLUG ☐ DIFF. ☐
Well ☒ OVER ☐ EN ☐ BACK ☐ 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 1000' FSL & 1250' FEL (SW/4 SW/4)

At top prod interval reported below same

At total depth same

14 PERMIT NO

DATE ISSUED

12 COUNTY OR PARISH

San Juan

13 STATE

NM

15. DATE SPUN

12/3/2007

16 DATE T D REACHED

12/5/2007

17 DATE COMPL.

(Ready to prod)

6/3/2008

18 ELEVATIONS (DF, RKB, RT, GR, ETC.)*

6781'

19 ELEV CASINGHEAD

20 TOTAL DEPTH, MD & TVD

1280'

21. PLUG BACK T D, MD & TVD

1223'

22 IF MULTIPLE COMPL.,
HOW MANY*23 INTERVALS
DRILLED BY

ROTARY TOOLS

CABLE TOOLS

TD

24 PRODUCING INTERVAL(S), OF THIS COMPLETION - TOP, BOTTOM, NAME (MD AND TVD)*

930'-976' (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#	126'	12-1/4"	100 sx Type 5 cement w/2% CaCl2 & 1/4# celloflake/sx	
5-1/2" J-55	15.5#	1267'	7"	75 sx Type 5 cement, 2% Lodense, 2# PhenoSeal & 1/4# celloflake/sx	
				Tail w/50 sx Type 5 cement w/2# PhenoSeal & 1/4# celloflake/sx	
				220 cu ft total slurry	

29 LINER RECORD

SIZE	TOP (MD)	BOTTOM (MD)	SACKS CEMENT*	SCREEN (MD)	SIZE	DEPTH SET (MD)	PACKER SBT (MD)
					2-3/8"	1043'	N/A

30 TUBING RECORD

31 PERFORATION RECORD (Interval, size and number)

930'-934' & 961'-976' w/4 spf (total 19', 76 holes)

32 ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC

DEPTH INTERVAL (MD)

930'-976'

AMOUNT AND KIND OF MATERIAL USED

41,590 gals fluid; 66,250# 20/40 sand

RCVD JUN 13 '08
OIL CONS. DIV.
DIST. 3

33 * PRODUCTION

DATE FIRST PRODUCTION	PRODUCTION METHOD (Flowing, gas lift, pumping - size and type of pump)	WELL STATUS (Producing or shut in)
N/A	Flowing	Shut in

DATE OF TEST	HOURS TESTED	CHOKE SIZE	PROD'N FOR TEST PERIOD	OIL - BBL	GAS - MCF	WATER - BBL	GAS - OIL RATIO
6/2/2008	24	2"		0	25	40	
FLOW TUBING PRESS	CASING PRESSURE	CALCULATED 24 - HOUR RATE	OIL - BBL	GAS - MCF	WATER - BBL	OIL GRAVITY - API (CORR)	
1	15		0	25	40		

34 DISPOSITION OF GAS (Sold, used for fuel, vented, etc.)

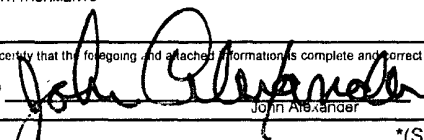
Vented - to be sold

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



Title

Vice-President

Date

6/9/2008

*(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

NMOC

ACCEPTED FOR RECORD
JUN 11 2008
FARMINGTON FIELD OFFICE
BY T. Salinas

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	332'	2650 ft
				Kirtland	418'	
				Fruitland	612'	
				Pictured Cliffs	978'	
				Total Depth	1280'	

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