

FORM APPROVED
OMB NO. 1004-0135
Expires: November 30, 2000

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

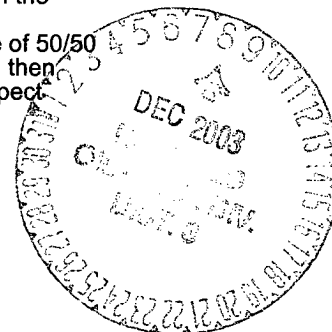
1. Type of Well ☐ Oil Well ☒ Gas Well ☐ Other		8. Well Name and No. GENTLE 1
2. Name of Operator DUGAN PRODUCTION CORPORATION		9. API Well No. 30-045-07576-00-S1
3a. Address P. O. BOX 420 FARMINGTON, NM 874990420	3b. Phone No. (include area code) Ph: 505.325.1821 Fx: 505.327.4613	10. Field and Pool, or Exploratory FULCHER KUTZ PICTURED CLIFFS
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 9 T28N R11W SWSE 1100FSL 1520FEL 36.67236 N Lat, 108.00488 W Lon		11. County or Parish, and State SAN JUAN COUNTY, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION				
☒ Notice of Intent	☐ Acidize	☐ Deepen	☒ Production (Start/Resume)	☐ Water Shut-Off	
☐ Subsequent Report	☐ Alter Casing	☐ Fracture Treat	☐ Reclamation	☐ Well Integrity	
☐ Final Abandonment Notice	☐ Casing Repair	☐ New Construction	☐ Recomplete	☐ Other	
	☐ Change Plans	☐ Plug and Abandon	☐ Temporarily Abandon		
	☐ Convert to Injection	☐ Plug Back	☐ Water Disposal		

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleate horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleation in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

This well is completed open hole in the Pictured Cliffs. Plan to deepen hole section through the Pictured Cliffs interval. Total depth will be about 1575'. A string of 3-1/2" 9.2 lb/ft. casing will be run to total depth and cemented to the surface. Cement will be an adequate volume of 50/50 Pozmix with 2% gel to circulate cement back to the surface. The Pictured Cliffs interval will then be perforated and fracture stimulated. The well will then be returned to production. We expect that this operation can be completed by 5/1/2004.



14. I hereby certify that the foregoing is true and correct.	
Electronic Submission #25574 verified by the BLM Well Information System For DUGAN PRODUCTION CORPORATION, sent to the Farmington Committed to AFMSS for processing by STEVE MASON on 12/03/2003 (04SXM1207SE)	
Name (Printed/Typed)	JOHN ALEXANDER
Title	VICE PRESIDENT
Signature	(Electronic Submission)
Date	12/01/2003

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By <u>STEPHEN MASON</u>	Title <u>PETROLEUM ENGINEER</u>	Date <u>12/03/2003</u>
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Office <u>Farmington</u>	

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

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