

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
OMB NO. 1004-0135  
Expires: July 31, 2010

**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.*

RECEIVED

**SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

5. Lease Serial No.  
NOG09021756

6. If Indian, Allottee or Tribe Name  
EASTERN NAVAJO

7. If Unit or C/A Agreement, Name and/or No.

1. Type of Well  
☐ Oil Well ☐ Gas Well ☒ Other COAL BED METHANE

2. Name of Operator  
DUGAN PRODUCTION CORPORATION

Contact JOHN C ALEXANDER Management  
Email: johncalexander@duganproduction.com Field Office

8. Well Name and No.  
WOOD DENN 1

9. API Well No.  
30-045-34925-00-X1

3a. Address  
P. O. BOX 420  
FARMINGTON, NM 874990420

3b. Phone No. (include area code)  
Ph: 505-325-1821

10. Field and Pool, or Exploratory  
BASIN FRUITLAND COAL

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
Sec 8 T22N R8W NWSW 1750FSL 1000FWL  
36.15172 N Lat, 107.71038 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			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other Drilling Operations
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> 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 recompleat 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 recompleat 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.)

Drill to TD @ 1020' on 9/24/09. Run 5-1/2" 15.5# K-55 casing. Land @ 1000', float collar @ 960'. Cement w/95 sx Premium Lite FM w/3% CaCl2, 1/4# celloflake, 5#/sx LCM, .4% FL-52, 8% Bentonite, .4% Sodium Metasilicate. Tail w/75 sx Type III cement w/1#/sx CaCl2, 1/4# celloflake, .2% FL-52 (305 cu ft total slurry). Displace w/23 bbls water. Circulate 10 bbls cement. Wayne Smith Drilling released @ 1600 hrs 9/25/09. Pressure test will be reported on completion sundry. ✓

RCVD SEP 29 '09

OIL CONS. DIV.  
DIST. 3

14. Thereby certify that the foregoing is true and correct.

Electronic Submission #74842 verified by the BLM Well Information System  
For DUGAN PRODUCTION CORPORATION, sent to the Farmington  
Committed to AFMSS for processing by TROY SALYERS on 09/28/2009 (09TS0024SE)

Name (Printed/Typed) JOHN C ALEXANDER Title VICE-PRESIDENT

Signature (Electronic Submission) Date 09/28/2009

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved By **ACCEPTED** TROY SALYERS  
Title PETROLEUM ENGINEER Date 09/28/2009

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 Farmington

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 \*\***

AMEND REPORT TO INCLUDE HOLE SIZE.

NMOCD