

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT -" for such proposals

**SUBMIT IN TRIPLICATE**

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator

Dugan Production Corp.

3. Address and Telephone No.

P.O. Box 420, Farmington, NM 87499 (505) 325 - 1821

Location of Well (Footage, Sec., T., R., M., or Survey Description)

660' FSL & 1050' FEL

Sec. 28, T27N, R12W NMPM

5. Lease Designation and Serial No.

NMNM33021

6. If Indian, Allotted or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

Coaly #3

9. API Well No.

30-045-35012

10. Field and Pool, or Exploratory Area

Farmington Sand

11. County or Parish, State

San Juan

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

TYPE OF SUBMISSION

TYPE OF ACTION

- |  |   |  |
|--|---|--|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Abandonment  | <input type="checkbox"/> Change of Plans         |
| <input type="checkbox"/> Subsequent Report           | <input type="checkbox"/> Recompletion   | <input type="checkbox"/> New Construction        |
| <input type="checkbox"/> Final Abandonment Notice    | <input type="checkbox"/> Plugging Back  | <input type="checkbox"/> Non-Routine Fracturing  |
|  | <input type="checkbox"/> Casing Repair  | <input type="checkbox"/> Water Shut-Off          |
|  | <input type="checkbox"/> Altering Casing  | <input type="checkbox"/> Conversion to Injection |
|  | <input checked="" type="checkbox"/> Other Complete Fruitland Coal and not Farmington Ss | <input type="checkbox"/> Dispose Water           |

(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.)

Plan to perforate Fruitland Coal from 964 - 968, 992 - 996 and 1147 - 1162.

Will then swab test to evaluate for frac. The new C-102 "Well Location and

Acreage Dedication Plat" for the Fruitland Coal completion is attached.

RCVD OCT 28 '10

OIL CONS. DIV.

DIST. 3

*Complete TA work on Coaly #3 before beginning this work &*

14. I hereby certify that the foregoing is true and correct

Signed

*Kurt Fegredo*

Title

Geology

Date

10-25-2010

(This space for Federal or State office use)

Approved by

*[Signature]*

Title

*Petr. Eng.*

Date

*10/27/10*

Conditions of approval, if any:

District I  
1625 N. French Dr., Hobbs, NM 88240

District II  
1301 W. Grand Avenue, Artesia, NM 88210

District III  
1000 Rio Brazos Rd., Aztec, NM 87410

District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-102  
Revised October 12, 2005  
Instructions on back  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

*API Number 30-045-35012		*Pool Code 71629	*Pool Name BASIN FRUITLAND COAL
*Property Code	*Property Name COALY		*Well Number 3
*GRID No. 006515	*Operator Name DUGAN PRODUCTION CORPORATION		*Elevation 5797'

<sup>10</sup> Surface Location

UL or lot no. P	Section 28	Township 27N	Range 12W	Lot Idn	Feet from the 660	North/South line SOUTH	Feet from the 1050	East/West line EAST	County SAN JUAN
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<sup>11</sup> Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
<sup>12</sup> Dedicated Acres 320.0 Acres - E/2					<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> Order No.		

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16	5280.00'	DUGAN NM-33021	28	5280.00'	5280.00'	660'	1050'	LAT: 36.54076°N LONG: 108.11156°W DATUM: NAD1983	<sup>17</sup> OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom-hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. <u>Kurt Fagrelus</u> 10-27-2010 Signature Date <u>Kurt Fagrelus</u> Printed Name