

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

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-104
Revised October 15, 2009

Submit one copy to appropriate District Office

☐ AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

¹ Operator name and Address Dugan Production Corp. PO Box 420 Farmington, NM 87499		² OGRID Number 006515
		³ Reason for Filing Code/ Effective Date Redesignation of Pool NW
⁴ API Number 30-045-35012	⁵ Pool Name Fruitland Coal	⁶ Pool Code 71629
⁷ Property Code 034492	⁸ Property Name Coaly	⁹ Well Number 3

II. ¹⁰ Surface Location

UL or lot no P	Section 28	Township 27N	Range 12W	Lot Idn	Feet from the 660	North/South South	Feet from the 1050	East/West line East	County San Juan
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¹¹ Bottom Hole 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
¹² Lse Code	¹³ Producing Method Code F	¹⁴ Gas Connection	¹⁵ C-129 Permit Number	¹⁶ C-129 Effective Date	¹⁷ C-129 Expiration Date				

III. Oil and Gas Transporters

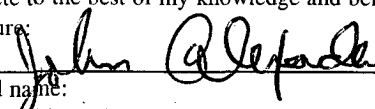

¹⁸ Transporter OGRID	¹⁹ Transporter Name and Address	²⁰ O/G/W
151618	Enterprise Field Services 614 Reilly Ave., Farmington, NM 87401	G
		RCVD DEC 29 '10
		OIL CONS. DIV.
		DIST. 3

IV. Well Completion Data

²¹ Spud Date 09/15/2010	²² Ready Date 10/20/2010	²³ TD 1360'	²⁴ PBTD 1313'	²⁵ Perforations 964'-1162'	²⁶ DHC, MC
²⁷ Hole Size 12 1/4"	²⁸ Casing & Tubing Size 8 5/8" 24# J-55	²⁹ Depth Set 127'	³⁰ Sacks Cement 85		
7.875	5 1/2" 15.5# J-55	1343'	225		
	2 3/8" 4.7# J-55	1234' 1239'			

V. Well Test Data

³¹ Date New Oil N/A	³² Gas Delivery Date N/A	³³ Test Date	³⁴ Test Length 24	³⁵ Tbg. Pressure 0	³⁶ Csg. Pressure 170
³⁷ Choke Size 2"	³⁸ Oil 0	³⁹ Water 65	⁴⁰ Gas 50	⁴¹ Test Method Flow	

⁴² I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature: 		1-5-11 OIL CONSERVATION DIVISION
Printed name: John C. Alexander		Approved by:  1-12-11
Title: Vice-President		SUPERVISOR DISTRICT # 3
E-mail Address: johncalexander@duganproduction.com		Approval Date: 1-12-11
Date: 12-23-2010	Phone: 505-325-1821	Blue April