

Submit 3 Copies To Appropriate District Office

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Ave., 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 and Natural Resources

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

Form C-103
Revised June 10, 2003

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM 8-101) FOR SUCH PROPOSALS.)		WELL API NO. 30-045-32086
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other SWD		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Dugan Production Corp.		6. State Oil & Gas Lease No. LG-1917
3. Address of Operator P. O. Box 420, Farmington, NM 87499-0420		7. Lease Name or Unit Agreement Name Mesa SWD
4. Well Location Unit Letter <u>I</u> : <u>1450</u> feet from the <u>South</u> line and <u>1245</u> feet from the <u>East</u> line Section <u>16</u> Township <u>24N</u> Range <u>8W</u> NMPM San Juan County		8. Well Number 4
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 6819' GL		9. OGRID Number 006515
10. Pool name or Wildcat SWD Mesaverde (96160)		

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data	
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>
OTHER: <input type="checkbox"/>	OTHER: Spud, surface casing <input checked="" type="checkbox"/>

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Spud on 2-3-04. Set 8-5/8" 24# J-55 casing. Land @ 224' KB. Cement w/170 sx Class "B" neat w/2% CaCl2 w/1/4# celloflake. Total 200 cu ft. Displace w/12 H2O. Plug down @ 1100 hrs. Circ 8 bbls cement. Pressure test casing 1000# - held ok.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE John C. Alexander TITLE Vice-President DATE February 27, 2004

Type or print name John C. Alexander E-mail address: johncalexander@duganproduction.com Telephone No. (505)325-1821

(This space for State use)

APPROVED BY Chuck T. [Signature] TITLE DEPUTY OIL & GAS INSPECTOR, DIST. 8 DATE MAR - 1 2004

Conditions of approval, if any: