17-5-94

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DUGAN PRODUCTION CORP.

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NMNM-54216 et. al. (WC) 3162.3-1.0 (07337)

JUN 3 0 1994

Mr. Sherman E. Dugan Dugan Production Corporation P. O. Box 420 Farmington, New Mexico 87499-0420

Dear Mr. Dugan:

Enclosed are your Applications for Permits to Drill (APD's) the wells listed on the enclosed list. Due to no reports of drilling operations commencing prior to expiration, the subject APD's have expired and are returned. Any expired APD may be resubmitted at any time when definite drilling plans are formulated.

You are required to request surface rehabilitation instructions from this office if construction activities have occurred on any of the proposed drill sites. If this office does not receive comment within 30 days, it will be presumed that no construction occurred. Later discovery that construction activities have occurred, may result in assessment of liquidated damages.

Sincerely,

WAYNE TOWNSEND

Ken Townsend
Chief, Branch of Drilling
and Production

Enclosures (9)
1. List of APD's

2. Eight APD's

cc: New Mexico Oil Conservation Division 1000 Rio Brazos Road Aztec, NM 87410 w/list OIL COM DIV.



Expired APD's

Dugan Production Corporation

| Location/Lease No |
|--|
| Docaciony Bease No |
| 660' FSL & 1980' FWL (SE% SW%) Section 17, T. 24 N., R. 10 W., San Juan County, New Mexico Federal Lease No. NMNM-54216 |
| 1000' FNL & 835' FEL (SE' NE') |
| Section 15, T. 26 N., R. 13 W., San Juan County, New Mexico Federal Lease No. NMNM-17781 |
| 790' FSL & 1040' FWL (SW% SW%) Section 23, T. 26 N., R. 13 W., San Juan County, New Mexico Federal Lease No. NMNM-17781 |
| 1450' FNL & 1450' FEL (SW\ NE\) Section 22, T. 26 N., R. 13 W., San Juan County, New Mexico Federal Lease No. NMNM-17781 |
| 1850' FNL & 835' FEL (SE¼ NE¾) |
| Section 12, T. 26 N., R. 12 W., San Juan County, New Mexico Federal Lease No. NMNM-37910 |
| 2310' FNL & 330' FEL (SE% NE%) Section 5, T. 23 N., R. 7 W., Rio Arriba County, New Mexico Federal Lease No. NMSF-080230 |
| 440' FSL & 1820' FWL (SE% SW%) Section 33, T. 24 N., R. 12 W., San Juan County, New Mexico Federal Lease No. NMNM-44467 |
| |

2310' FSL & 1650' FWL (NE% SW%)

Section 3, T. 25 N., R. 13 W., San Juan County, New Mexico Federal Lease No. NMSF-078156-A

180000

ABANDONED LOCATION

/1 Cisco

Expired: April 17, 1994

| | | | (Other inst | TRIPLICATE | Form approved. Budget Bureau No. 42-R1425. | |
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| File | | T OF THE INTE | | | J. LEASE DESIGNATION AND SEMIAL NO. | |
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| | ILL 🛚 | DEEPEN [| SI II PLUG BA | ACK 5 | 7. UNIT AGREEMENT NAME | |
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| DUGAN PRODE | JCTION CORP. $ec{ec{ec{ec{ec{ec{ec{ec{v}}}}}}}$ | 1010 | | - | Sapp C 3/19 | |
| ADDRESS OF OPERATOR | 30.12014 00 1 | (G.5 1.) | | | 5 | |
| | 20, Farmingto | | | _ | 10. FELD AND POOL, OR WELDCAT | |
| LOCATION OF WELL (R At surface | deport location clearly and | in accordance with any | State requirements.*) | 2 | Lybrook Gallup 42280 | |
| 2310' FNL 8 At proposed prod. son | 3 330' FEL | | | <u> </u> | Sec. 5, T23N, A7W, NMPM | |
| DISTANCE IN MILES | AND DIRECTION FROM NEAD | REST TOWN OR POST OFF | ICE* | - | 12. COUNTY OR PARISH 13. STATE | |
| 2 miles nor | thwest of Es | crito Tradin | ig Post | - ! | ⊞io Arriba NM | |
| DISTANCE FROM PROPO LOCATION TO NEAREST | OSED* | | NO. OF ACRES IN LEASE | 17. NO. 01 | TAKE AREICHED | |
| PROPERTY OR LEASE I | LINE, FT. | 330' FEL | 632.4 | 10,71 | THE WELL 40 37.75 | |
| DISTANCE FROM PROP TO NEAREST WELL, D | POSED LOCATION® | 19. | PROPOSED DEPTH | 20. вотав | T OR GABLE TOOLS | |
| OR APPLIED FOR, ON THE | US LEASE, PT. | | 5845' | F | Rotary | |
| ELEVATIONS (Show who | | This action is subject procedural review ou | rsuant to 43 CFR 31 | 9 5.2 | 22. APPROX. DATS WORK WILL START | |
| 7190' GL 🗸 | | nd appeal pursuant | to 43 CFR 3165.4. | | asap- | |
| | P | ROPOSED CASING AN | ND CEMENTING PROGI | | S OPERATIONS AUTHORIZED ARE | |
| SIZE OF HOLE | SIZE OF CASING | WRIGHT PER FOOT | SETTING DEPTH | "GENER | TO COMPLIANCE WITH ATTACHED | |
| 12-1/4" | 8-5/8" | 24# | 2001 | | cuift. circ. to surfa | |
| 7-7/8" | 4-1/2" | 10.5# | 5845' | 2078 | ou.ft. circ. to surfa | |
| casing; the mud program determined | en plan to dr n to test Gal productive, | ill a 7-7/8" lup formatio will run 4-1 | hole to tot on. Plan to | al dept | 1, 24#, J-55 surface th with gel-water- 3 and COL logs. If | |
| perrorate, | rrac, clean | R E | CEIVE | | sing, selectively | |
| perrorate, | rrac, clean | D E | | | | |
| | | D E OIL | PR1 5 1991 CON. DIV. DIST. 3 | D wel | | |
| Note: Original Plea | ginal APD res ase see Exhib a paoposed paogam: If j dyill or deepen directiona | Cinded. Res | PR1 5 1991 CON. DIV. DIST. 3 Submitting AP itional down plug back, give data on | O for hole in | [1. | |
| Note: Original Plea | ginal APD res ase see Exhib a paoposed paogam: If j dyill or deepen directiona | Cinded. Res | PR1 5 1991 CON. DIV. DIST. 3 Submitting AP itional down plug back, give data on | O for hole in | eapproval. formation. etive some and proposed new productive | |
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*See Instructions On Reverse Side

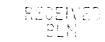
State of New Mexico Energy, Minerals and Natural Resources Department

Form C-102 Revised 1-1-89

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088



SIATR-2 PH 0:56

DISTRICT | P.O. Box 1980, Hobbs, NM 88240

DISTRICT II P.O. Drawer DD, Artesia, NM 88210

DISTRICT III 1000 Ruo Brazos Rd., Aziec, NM 87410 WELL LOCATION AND ACREAGE DEDICATION PLAT THE ALLEGE WILL.

All Distances must be from the outer boundaries of the section.

| Operator | | | | | Lease | | | | |
|---------------------|--|------------------|---------------------|-------------------|-----------------|--------------------|--|------------------|--|
| 1 - | | | | | | | | | Well No. |
| | n Pro | duction Co | rporation | | Sa | рр С | | | 5 |
| Una Letter | Secti | 00 | Township | | Range | | | County | |
| н | - | 5 | 23 | North | 7 | West | NM | DO. 4 | Rio Arriba |
| Actual Footage Lo | cation o | Well: | <u> </u> | | 1 | | NMI | OM. | |
| 2310 | e | | North | | 330 | | | . F | |
| Ground level Elev. | Teet 1 | rom the | g Formation | line and | | | feet fr | om the Eas | thir- |
| CICALLO REVEL EREY. | | | | | Pool | ale Caller | _ | | Dedicated Acreage: |
| 7190 | | Gallu | 1b | | Lybro | ok Gallup | , | | 40-3/ Acres |
| 1. Outlie | 1. Outline the acreage dedicated to the subject well by colored peacil or hachure marks on the plat below. | | | | | | | | |
| 2. If mo | 2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty). | | | | | | | | |
| | | | | | | | | | |
| 3. If mor | re than c | ne lease of diff | ferent ownership is | dedicated to the | well, have the | interest of all or | when peer con | solidated by cor | mmunitization, |
| uni üz | | rce-pooling etc | | | | | | | |
| ⊔ | Yes | | No If an | swer is "yes" typ | e of consolidat | ios | | | |
| II answer | rius "Boo" | list the owner | and tract descript | ions which have | actually been o | consolidated. (U | se reverse side | ď | |
| this form | | | | | | | | | |
| NO allow | ADIC WI | i be assigned to | the well until all | interests have be | en consolidate | d (by communiti | zation, unitizat | ion, forced-pool | ing, or otherwise) |
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| i | | į | | | | ! | . 11 | Printed Name | |
| L | | 1 | | | | l | 1 11 | Sherma | n E. Dugan |
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| | | i | | | | ſ | 1 1 | Position Vice-P | resident |
| | | • | | | | DPC | 1 1 | | resident |
| | | 1 | | | | SF-0802 | 30 V | Company | |
| 1 | | 1 | | | | 0. 000 | · / | Dugan | Production Corp. |
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| | - | ł | SECTION | 5 | | W. | | SURVE | YOR CERTIFICATION |
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| DUGAN PRODUCTION CORP. ~ Sapp C #5 Existing Roads Exhibit E | Planned A. Less Road(s) Exhibit E |
|--|--|
| Vicinity of nearest town or reference pt. 2 miles northwest of Escrito Trading Post | Drainage design |
| Type of surface <u>dirt</u> | Cuts & Fills <u>See Cut & Fill Diagram</u> Surfacing material |
| Conditionsgood | → Turnouts / Waterbars / |
| Other | €Gates =Cattleguards |
| Reference map: USGS map Lybrook NW, New Mexico N3607.5 W10737.5/7.5 1966; Series V | Fence cuts Access road(s) do not cross (Fed) Ind land. |
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| The state of the s | Friday Post |
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THIS APPROVAL EXPIRES OCT 05 1992

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

Signed Jim L Jocobs

(This space for Federal or State office use)

Approved by Conditions of approval, if any:

Title MACCO

Title APPROVAL EXPIRES OCT 05 1992

APPROVED

APPROVAL EXPIRES OCT 05 1992

APPROVED

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t. 3

Title 18 U.S.C. Section 1001, makes 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.

Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

PORM APPROVED Budget Buresu No. 1004-0135 Expires: March 31, 1993

5. Lease Designation and Serial No.

| SF-080230 | | | | | | |
|-----------|----|---------|-------------|-------|------|--|
| ₹. | Iſ | Indian, | Allottee or | Tribe | Name | |

| SUMPRE MOLL | CES AND REPU | WIS ON MELLS | |
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| orm for proposals | to drill or to deep | oen or reentry to a | different reservoir. |

Do not use this fo Use "APPLICATION FOR PERMIT—" for such proposals

| SUBMIT IN TRIPLICATE | 7. If Unit or CA, Agreement Designation |
|---|--|
| 1. Type of Well Oil Gas Well Well Other | 8. Well Name and No. Sapp C 5 |
| Name of Operator Dugan Production Corp. 3. Address and Telephone No. | 9. API Well No. |
| P.O. Box 420, Farmington, NM 87499 (505) 325-1821 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) | 10. Field and Pool, or Exploratory Area Lybrook Gallup |
| 2310' FNL - 330' FEL Sec. 5, T23N, R7W, NMPM | 11. County or Parish, State Rio Arriba, NM |
| 12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, RE | PORT, OR OTHER DATA |

| TYPE OF SUBMISSION | TYPE OF AC | CTION |
|---|--|--|
| Notice of Intent Subsequent Report Final Abandonment Notice | Abandonment Recompletion Plugging Back Casing Repair Altering Casing Other Extend APD | Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection Dispose Water (Note: Report results of multiple completion on Well |
| ! | | Completion or Recompletion Report and Log form.) |

Request a 6 month extension of time on approved APD.

| (This space for Federal or State office use) Approved by Title Conditions of approval, if any: | | -API | PROVED |
|--|----------------|------|---|
| 14. I hereby certify that the foregoing is true and correct Signed Title Title | Vice-President | Date | ∃ x 9/30/92 |
| THIS APPROVAL EXPIRES APR 0 1 199 | 3 OI CON, D | - | RECEIVED BLM 92 OCT -2 AMII: I 019 FARMINGTON, N |

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, is or representations as to any matter within its jurisdiction.

*See Instruction on Reverse Side

^{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.)*