

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

¹ Operator name and Address DUGAN PRODUCTION CORP. P.O. Box 420 Farmington, NM 87499		² OGRID Number 006515
		³ Reason for Filing Code/ Effective Date NW
⁴ API Number 30 – 043-20897	⁵ Pool Name Rusty Chacra	⁶ Pool Code 84360
⁷ Property Code	⁸ Property Name South Seas	⁹ Well Number 1

II. ¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot.Idn	Feet from the	North/South Line	Feet from the	East/West line	County
A	06	22N	07W		1100	North	1135	East	San Juan

¹¹ Bottom Hole Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	06	22N	07W		1100	North	1135	East	San Juan
¹² Lse Code F	¹³ Producing F	¹⁴ Gas Approx. 11/01/02	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 POD	²¹ O/G	²² POD ULSTR Location and Description
194503	Beeline Gas Systems 12225 Greenville Ave., Suite 950 Dallas, TX 75243-9362	2833163	G	

IV. Produced Water

²³ POD 2833164	²⁴ POD ULSTR Location and Description
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V. Well Completion Data

²⁵ Spud Date 07/30/93	²⁶ Ready Date 08/26/93	²⁷ TD 1,840'	²⁸ PBTD 1,784'	²⁹ Perforations 1,629'-1,731'	³⁰ DHC, MC
³¹ Hole Size	³² Casing & Tubing Size	³³ Depth Set	³⁴ Sacks Cement		
9-1/8"	7"	127'	50 sx.		
6-1/4"	2-7/8"	1,828'	275 sx.		
	1-1/4"	1,650'			

VI. Well Test Data

³⁵ Date New Oil N/A	³⁶ Gas Delivery Date	³⁷ Test Date 09/03/93	³⁸ Test Length 3 hours	³⁹ Tbg. Pressure 340	⁴⁰ Csg. Pressure 340
⁴¹ Choke Size 3/4"	⁴² Oil 0	⁴³ Water 0	⁴⁴ Gas 454	⁴⁵ AOF	⁴⁶ Test Method F

⁴⁷ 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: <i>John D. Roe</i>	OIL CONSERVATION DIVISION Approved by: ORIGINAL SIGNED BY CHARLES T. PEREZ
Printed name: John Roe	Title: DEPUTY OIL & GAS INSPECTOR
Title: Engineering Manager	Approval Date: OCT 30 2002