

Submit 3 Copies 3 NMOCED
to Appropriate 1 File
District Office
DISTRICT I 1 McHugh-Den
P.O. Box 1980, Hobbs, NM 88240
DISTRICT II
P.O. Drawer DD, Artesia, NM 88210
DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

STATE OF NEW MEXICO
Energy, Minerals and Natural Resources Department

Form C-103
Revised 1-1-89

OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

WELL API NO. 30-045-28522
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. LG-9801
7. Lease Name or Unit Agreement Name Luna
8. Well No. 2
9. Pool name or Wildcat South Bisti Gallup Ext.
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 6698' G

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 C-101) FOR SUCH PROPOSALS.)

1. Type of Well: OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER
2. Name of Operator Dugan Production Corp.
3. Address of Operator P.O. Box 420, Farmington, NM 87499
4. Well Location Unit Letter A : 790 Feet From The North Line and 790 Feet From The East Line Section 16 Township 23N Range 9W NMPM San Juan County

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data	
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> OTHER: <u>OIL CON. DIV</u> <input type="checkbox"/>	SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> CASING TEST AND CEMENT JOB <input type="checkbox"/> OTHER: <u>Spud, surface casing & cement</u> <input checked="" type="checkbox"/>

12. 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.

Moved in & rigged up Four Corners Drilling Company rig #14. Spudded a 12-1/4" hole at 12:45 P.M. 4-28-91. Drilled to 230' RKB. Ran 5 jts. 8-5/8" OD, 24#, 8 Rd, ST&C casing (T.E. 210') set @ 222' RKB. Cemented with 135 sx class "B" plus 2% CaCl₂. (Total cement slurry = 159 cu.ft.). P.O.B. at 5:15 P.M. 4-28-91. Circulated approximately 5 bbls good cement to surface. W.O.C. Nipped up BOP - tested surface casing and BOP 1000 psi for 30 minutes - held OK.

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

SIGNATURE Jim L. Jacobs TITLE Geologist DATE 4-29-91
TYPE OR PRINT NAME Jim L. Jacobs TELEPHONE NO.

(This space for State Use)

APPROVED BY Original Signed by FRANK T. CHAVEZ TITLE ADMINISTRATIVE DATE APR 30 1991
CONDITIONS OF APPROVAL, IF ANY: