

Ernie Busch

From: Ernie Busch
To: Mike Stogner
Subject: DUGAN PROD CORP(NSP)
Date: Wednesday, May 08, 1996 10:17AM
Priority: High

APRIL SURPRISE #7
1050' FNL; 1520' FEL
B-31-24N-09W
RECOMMEND: APPROVAL

State of New Mexico
Energy, Minerals and Natural Resources Department
OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

DISTRICT I
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

Company or Operator GIANT EXPLORATION & PRODUCTION COMPANY Address Box 2810, Farmington, NM 87499 Year 1993 Page 19 of 175
For Month, _____

POOL NAME (Underline) Lease Name		API#	WELL NO.	UNIT	SEC.	TWP	RNG	WELL STATUS	INJECTION		PRODUCTION			DISPOSITION OF GAS			DISPOSITION OF OIL						
									VOLUME	PRESS.	BARRELS OF OIL PRODUCED	BARRELS OF WATER PRODUCED	GAS PRODUCED (MCF)	DAYS PROD.	SOLD	TRANS- POR- TER	OTHER	TRANSPOR- TER	OTHER	OL ON HAND AT END OF MONTH	OL ON HAND AT END OF MONTH		
CARSON UNIT (CONT)																							
CARSON UNIT 13																							
30-045-05431 #31 B-13-25-12									T		0	0	0	0	0								
30-045-05401 #32 G-13-25-12									P		58	1479	314	30									
30-045-05378 #33 J-13-25-12									T		0	0	0	0									
30-045-13277 #42 H-13-25-12									P		27	822	48	30									
30-045-05384 #43 I-13-25-12									P		117	65	177	30									
30-045-05353 #44 P-13-25-12									T		0	0	0	0									
CARSON UNIT 14																							
30-045-05434 #11 D-14-25-12									S		0	0	0	0									
30-045-05339 #14 M-14-25-12									T		0	0	0	0									
30-045-05436 #31 B-14-25-12									P		107	402	678	30									
30-045-05375 #33 J-14-25-12									T		0	0	0	0									
30-045-05335 #34 O-14-25-12									T		0	0	0	0									

I HEREBY CERTIFY THAT THE INFORMATION GIVEN IS TRUE AND COMPLETE TO THE BEST OF MY KNOWLEDGE

Typed Name Diane G. Jaramillo (505) 326-3325 PHONE NUMBER

Signature Diane G. Jaramillo ADMINISTRATIVE MANAGER

DATE OCT 23 1993

OTHER DISPOSITION CODE
☐ CIRCULATING OIL
☐ LOST
☐ SEDIMENTATION (B.S.I.M.)
☐ EXPLANATION ATTACHED
☐ THEFT

OTHER DISPOSITION CODE
☐ USED OFF LEASE
☐ USED FOR DRILLING
☐ GAS LIFT
☐ LOST (NOT ESTIMATED)
☐ EXPLANATION ATTACHED
☐ PRESSURIZING ON
☐ PRELIMINARY MAINTENANCE
☐ VENTED
☐ USED ON LEASE

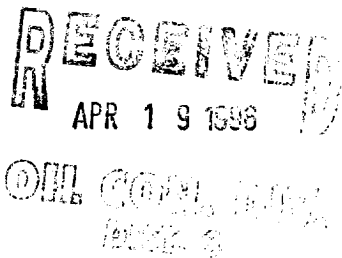
STATUS CODE
☐ FLOWING
☐ PUMPING
☐ GAS LIFT
☐ SHUT IN
☐ TEMP ABANDONED
☐ INJECTION
☐ DISCONTINUED

DISTRIBUTION
 Original OGD Santa Fe
 One Copy OGD Dist. Office
 in which lease is located
 One Copy to Transporter (s)
 DATE DUE
 To be returned by 24th day of next
 succeeding month.



dugan production corp.

April 17, 1996



Mr. Michael E. Stogner
New Mexico Oil Conservation Division
2040 South Pacheco St.
Santa Fe, NM 87505

**Re: Application for Administrative Approval of an 80-acre
Non-Standard Proration Unit for Dugan Production Corp's
April Surprise #7
1050' FNL & 1520' FEL (NW/4 NE/4)
Spacing Unit W/2 NE/4 Section 31, T24N, R9W
Bisti Lower Gallup Pool
San Juan County, New Mexico**

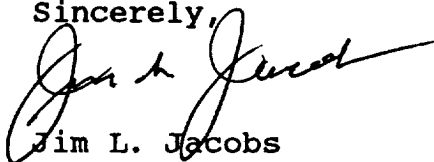
Dear Mr. Stogner:

As provided for in Rule No. 4 of the special pool rules for the Bisti Lower Gallup Pool, Dugan Production Corp. hereby requests your administrative approval for an 80-acre non-standard proration unit (W/2 NE/4 Sec. 31, T24N, R9W) for the referenced well.

The non-standard proration unit is necessary to recompleate this pre-existing Dakota test in the Bisti Lower Gallup pool.

By certified mail, return receipt requested, all operators within 2,640 feet of our proposed recompleation have been notified of this application. A copy of the offset operator notice and a list of operators notified are enclosed. After receiving the "return receipts", we will provide you with a copy for your records.

Sincerely,

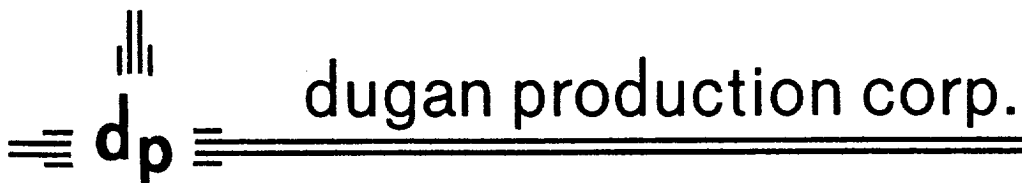


Jim L. Jacobs
Vice-President

KF/cg

attachs.

cc: Mr. Ernie Busch, NMOCD - Aztec, NM
BLM - Farmington, NM



Via Certified Mail -
Return Receipt Requested

April 17, 1996

**TO: OPERATORS WITHIN $\frac{1}{4}$ MILE OF DUGAN PRODUCTION CORP'S
APRIL SURPRISE #7 RECOMPLETION**

**Re: Application for Administrative Approval of an 80-acre
Non-Standard Proration Unit for Dugan Production Corp's
April Surprise #7
1050' FNL & 1520' FEL (NW/4 NE/4)
Spacing Unit W/2 NE/4 Section 31, T24N, R9W
Bisti Lower Gallup Pool
San Juan County, New Mexico**

Operators:

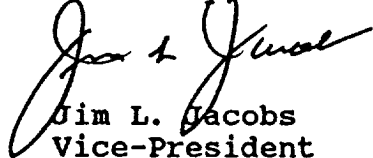
Dugan Production Corp. is applying for administrative approval for an 80-acre non-standard proration unit (W/2 NE/4 Sec. 31, T24N, R9W) for the referenced well to be recompleted in the Bisti Lower Gallup Pool.

We have enclosed copies of our application (BLM 3160-5), well location plat (NMOCD C-102), a production map showing offsetting operators and a list of operators notified.

Any operator within $\frac{1}{4}$ mile of our proposed recompletion that objects to administrative approval for an 80-acre non-standard proration unit should notify the Director of the NMOCD and Dugan Production Corp. within 20 days of our application date.

The non-standard proration unit is necessary to recomplete this pre-existing Dakota test in the Bisti Lower Gallup pool.

Sincerely,



Jim L. Jacobs
Vice-President

KF/cg

attachs.

Form 3160-5
(June 1990)UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator

Dugan Production Corp.

3. Address and Telephone No.

P.O. Box 420, Farmington, NM 87499 (505) 325-1821

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

1050' FNL & 1520' FEL (NW/4 NE/4)
Unit B, Sec. 31, T24N, R9W

5. Lease Designation and Serial No.

NM 4958

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

April Surprise #7

9. API Well No.

30 045 29293

10. Field and Pool, or Exploratory Area

Basin Dakota

11. County or Parish, State

San Juan, NM

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION	
☒ Notice of Intent	☐ Abandonment	☐ Change of Plans
☐ Subsequent Report	☒ Recompletion	☐ New Construction
☐ Final Abandonment Notice	☒ Plugging Back	☐ Non-Routine Fracturing
	☐ Casing Repair	☐ Water Shut-Off
	☐ Altering Casing	☐ Conversion to Injection
	☐ Other _____	☐ Dispose Water

(Note: Report results of multiple completion or Well Completion or Recompletion Report and Log form.)

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.)^a

4/3/96 TIH & clean out casing to 6007'. Perforated Dakota 5943-48' and 5964-70' with 1 JSPF. Acidized perforations with 750 gallons 15% HCL. Swab tested formation.

It is intended to permanently plug back to the Gallup formation by setting a cast iron bridge plug at the top of the Dakota at 5770' and capping with 50' cement. The Gallup will be selectively perforated and fractured to evaluate the potential.

Obtained verbal approval from Steve Mason to do this work.

A plat identifying acreage dedicated to the Bisti Lower Gallup Pool is attached and an application for non-standard proration unit is being filed with the NMOCD.

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

Signed

Larry Brink

Title

Operations Manager

Date

4/12/96

(This space for Federal or State office use)

Approved by

Title

Date

Conditions of approval, if any:

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.

*See instruction on Reverse Side

District I
PO Box 1988, Hobbs, NM 88241-1988
District II
PO Drawer DD, Artesia, NM 88211-0719
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
PO Box 2088
Santa Fe, NM 87504-2088

Form C-102
Revised February 21, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number 30 045 29293		2 Pool Code 05890		3 Pool Name Bisti Lower Gallup		
4 Property Code 003579		5 Property Name April Surprise			6 Well Number 7	
7 OGRID No. 006515		8 Operator Name Dugan Production Corporation			9 Elevation 6830' Estimated	

10 Surface Location

UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
B	31	24N	9W		1050	North	1520	East	San Juan

11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County

12 Dedicated Acres 80	13 Joint or Infill	14 Consolidation Code	15 Order No.
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16 Dugan Prod NM 4958 1050' 1520' Section 31	17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief <i>Jim L. Jacobs</i> Signature Jim L. Jacobs Printed Name Vice-President Title 4/12/96 Date
	18 SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. August 22, 1995 Date of Survey Signature and Seal EDGAR L. ROSE NEW MEXICO 5979 REGIONAL SUPERVISOR Edgar L. Rose Certificate Number

**Operators of Lease Hold Interest
Within 2,640' Radius of
Dugan Production Corp's
Proposed April Surprise #7 Recompletion
Unit B, Section 31, T24N, R9W, NMPM
(Tract Description on Figure No. 1)**

Tract 1 Federal Lease NM-4958
Dugan Production Corp.
P.O. Box 420
Farmington, NM 87499

Tract 2 Federal Lease NM-10755
Dugan Production Corp.
P.O. Box 420
Farmington, NM 87499

Tract 3 Federal Lease NM-24661
Dugan Production Corp.
P.O. Box 420
Farmington, NM 87499

Tract 4 State Lease E-4912-20
Amoco Production Co.
P.O. Box 800
Denver, CO 80201

Tract 5 State Lease E-6633-2
W.R. Speer
P.O. Box 255
Farmington, NM 87499

Tract 6 Federal Lease NM-4958
Dugan Production Corp.
P.O. Box 420
Farmington, NM 87499

Tract 7 Federal Lease NM 91522
Redwolf Production Inc.
902 San Juan Blvd.
Farmington, NM 87401

Tract 8 Federal Lease NM-51000
Dugan Production Corp.
P.O. Box 420
Farmington, NM 87499

R-10-W R-9-W

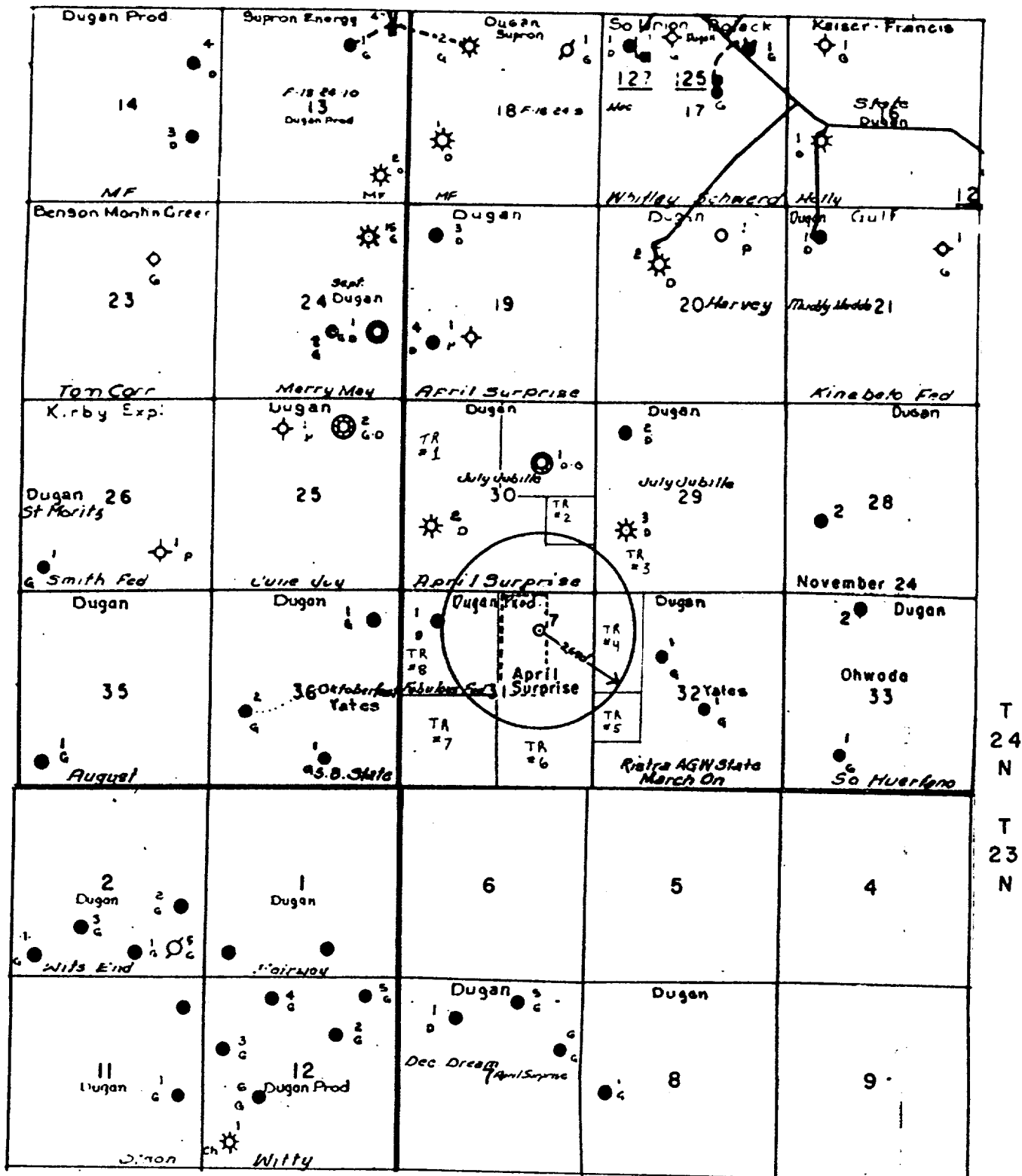


Figure 1

Dugan Production Corp.
Application For 80-Acre
Non-Standard Proration Unit
W/2 NE/4 Sec. 31, T24N, R9W