OCD Received
5/11/2020

Form 3160-5
(June 2015)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0137
Expires: January 31, 2018

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on page 2

5. Lease Serial No.
NMNM50999

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

1. Type of Well
☒ Oil Well ☐ Gas Well ☐ Other

8. Well Name and No.
THE BEAR 2

2. Name of Operator
DUGAN PRODUCTION CORPORATION
Contact: ALIPH REENA
EMail: aliph.reena@duganproduction.com

9. API Well No.
30-045-28552-00-S1

3a. Address
PO BOX 420
FARMINGTON, NM 87499-0420

3b. Phone No. (include area code)
Ph: 505.325.1821

10. Field and Pool or Exploratory Area
NAGEEZI

4. Location of Well *(Footage, Sec., T., R., M., or Survey Description)*
Sec 34 T23N R8W SWNW 1980FNL 0660FWL
36.185089 N Lat, 107.674957 W Lon

11. County or Parish, State
SAN JUAN COUNTY, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
☐ Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off
☒ Subsequent Report	☐ Alter Casing	☐ Hydraulic Fracturing	☐ Reclamation	☐ Well Integrity
☐ Final Abandonment Notice	☐ Casing Repair	☐ New Construction	☐ Recomplete	☒ Other
BP	☐ Change Plans	☐ Plug and Abandon	☐ Temporarily Abandon	
	☐ Convert to Injection	☐ Plug Back	☐ Water Disposal	

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.

KP

The well had bottom hole communication after stimulation operations on the offsetting wells Betonnie Tsosie Wash Unit 717H (API 30-045-35668) and Betonnie Tsosie Wash Unit 720H (API 30-045-35669). The operator had notified of the upcoming stimulation operations. Dugan Production Corp. ran a 4-1/2" Arrowset packer @ 4489'. Following the stimulation operations, pressure on the well was noticed. NMOCD was notified of the possible bottom hole communication on 3/31/20. Tubing pressure: 1500 psi, Casing pressure 0 psi. Gas sample was collected and tested. Gas analysis showed 98% Nitrogen.

NMOCD- Accepted
for Record

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

Electronic Submission #510052 verified by the BLM Well Information System
For DUGAN PRODUCTION CORPORATION, sent to the Farmington
Committed to AFMSS for processing by JOE KILLINS on 04/08/2020 (20JK0164SE)

Name *(Printed/Typed)* ALIPH REENA — Title AGENT, ENGINEERING SUPERVISOR

Signature (Electronic Submission) — Date 04/07/2020

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By ACCEPTED — Title JOE KILLINS ENGINEER — Date 04/08/2020

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office Farmington

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.

(Instructions on page 2)

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****