Shormer Copy to repropriate District State of New Mexico rorm U-103 Office Revised August 1, 2011 Energy, Minerals and Natural Resources District I - (575) 393-6161. WELL API NO. 1625 N. French Dr., Hobbs, NM 88240 <u>District II</u> – (575) 748-1283 30-043-21109 **OIL CONSERVATION DIVISION** 811 S First St, Artesia, NM 88210 5. Indicate Type of Lease District III - (505) 334-6178 1220 South St. Francis Dr. STATE 🖂 FEE \square 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 6. State Oil & Gas Lease No. District IV - (505) 476-3460 1220 S St Francis Dr., Santa Fe, NM V-7847 87505 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name (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 Miller Com 8. Well Number 1. Type of Well: Oil Well Gas Well Other 9. OGRID Number 2. Name of Operator Dugan Production Corp. 006515 3. Address of Operator 10. Pool name or Wildcat P. O. Box 420, Farmington, NM 87499-0420 Basin Fruitland Coal (71629) 4. Well Location Unit Letter D: 1300 feet from the North line and 900 feet from the West line 32. . . Township 22N Range 07W NMPM ·Sandoval Section 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 6630' GL 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING □ **CHANGE PLANS** COMMENCE DRILLING OPNS.□ P AND A **TEMPORARILY ABANDON** PULL OR ALTER CASING MULTIPLE COMPL CASING/CEMENT JOB DOWNHOLE COMMINGLE OTHER: SALE OF A GREEN AND A \Box OTHER: Swab/Fracture 13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion. of recompletion.

The state of Pressure test casing to 3000 psi for 30 mins, held. Run GR-CCL-CNL logs. Perforate (9/20/11) Fruitland Coal from 773'-786' w/4 spf (total 13', 52 holes, 0.32" id). Acidize w/400 gals 15% HCL. Frac w/36,550 gals gel; 52,000# 20/40 sand (12/2/11). Ran 2-3/8" 4.7# J-55 tbg on 12/7/11. Land @ 848', SN @ 810'. RCVD DEC 21'11 OIL CONS. DIV. DIST. 3 Spud Date: Rig Release Date: I hereby certify that the information above is true and complete to the best of my knowledge and belief. TITLE <u>Vice-President</u> DATE 12/20/11 **SIGNATURE** Type or print name John C. Alexander E-mail address: johncalexander@duganproduction.com PHONE: 505-325-1821 For State Use Only

APPROVED BY: 💋

Conditions of Approval (if any):