

Submit 1 Copy To Appropriate District
Office
District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II - (575) 748-1283
811 S. First St., Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV - (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
Revised August 1, 2011

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-045-24439
5. Indicate Type of Lease STATE ☐ FEE ☐ Federal Lease
6. State Oil & Gas Lease No. Federal Lease NM-29560
7. Lease Name or Unit Agreement Name Jeffers Federal 2
8. Well Number 23
9. OGRID Number 006515
10. Pool name or Wildcat Basin Fruitland Coal
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 6985' GL

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 ☐ Gas Well ☒ Other

2. Name of Operator
Dugan Production Corp.

3. Address of Operator
P O Box 420, Farmington, NM 87499-0420

4. Well Location

Unit Letter K : 1750 feet from the South line and 1650 feet from the West line
Section 2 Township 23N Range 8W NMPM San Juan County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
6985' GL

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
DOWNHOLE COMMINGLE ☐

OTHER: Construction ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: ☐

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.

Dugan Production Corp. plans to construct 1728.22' (all of which is "on-lease") of steel pipeline for gas sales.

RCVD APR 24 '12
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.

SIGNATURE Kurt Fagrelus TITLE Vice-President, Exploration DATE April 23, 2012

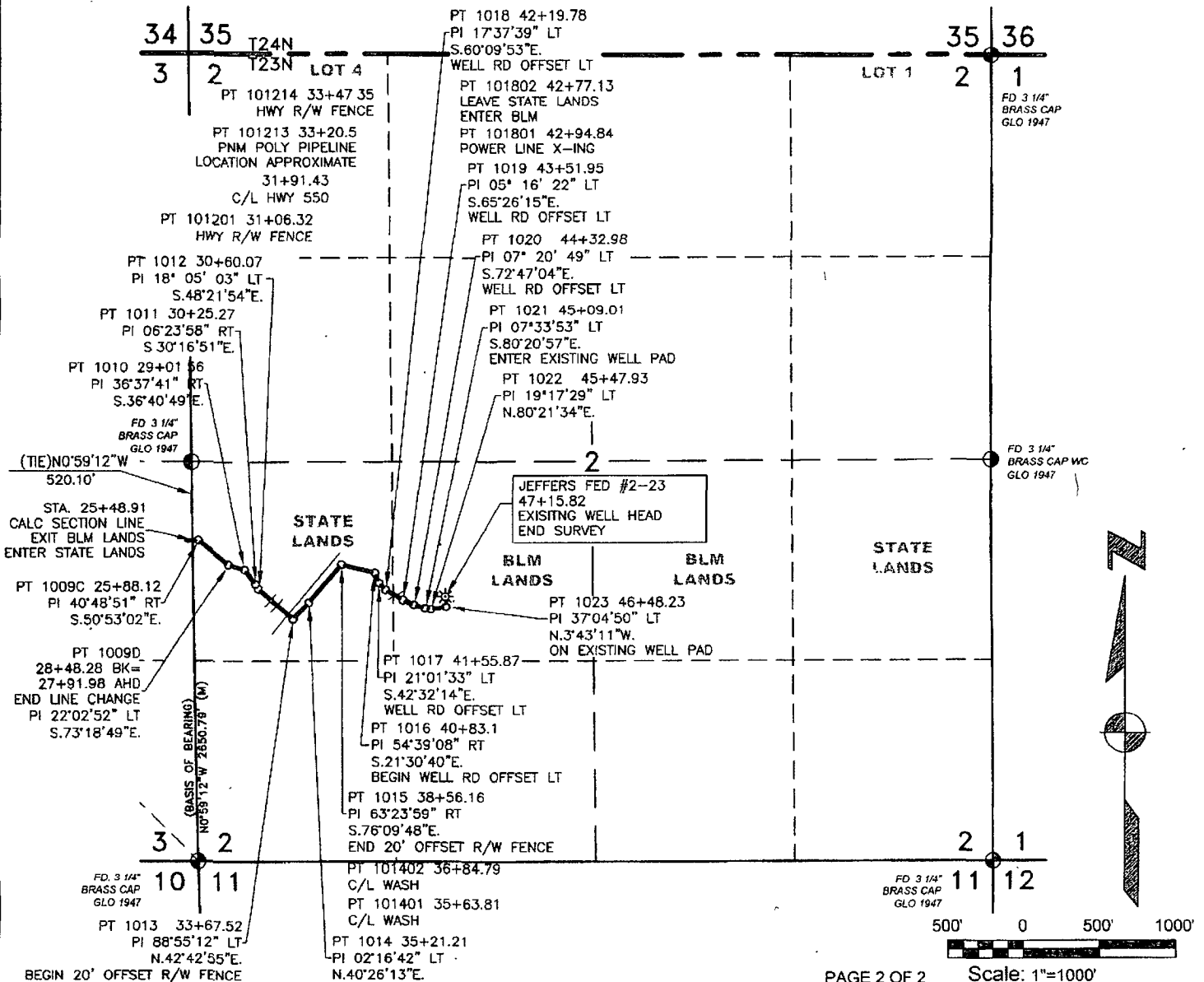
Type or print name Kurt Fagrelus E-mail address: kfagrelus@duganproduction.com PHONE: 505-325-1821

For State Use Only

APPROVED BY: Accepted for Record TITLE DATE MAY 01 2012

Conditions of Approval (if any):

DUGAN PRODUCTION CORP.
CENTERLINE SURVEY OF PROPOSED PIPELINE
JEFFERS FED #2-23
LOCATED IN THE SW/4 SEC 2, T23N, R8W, N.M.P.M.,
SAN JUAN COUNTY, NEW MEXICO



PAGE 2 OF 2

Scale: 1"=1000'

OWNERSHIP	LOCATION	ENGINEERING STATION	OWNER	FEET / RODS
	NW/4, SW/4 SEC. 2	25+48.91 TO 42+77.13	STATE OF NM	1,784.52' / 108.15
	NE/4, SW/4 SEC. 2	42+77.13 TO 47+15.82	BLM	438.69' / 26.59

NOTES	DATE OF SURVEY: 6-17 TO 6-25-11	BASIS OF BEARING:
	1. 40' PIPELINE EASEMENT 2.	AS MEASURED BY GPS BETWEEN FOUND MONUMENTS AT THE SOUTHWEST CORNER AND THE WEST QUARTER CORNER OF SECTION 2, T23N, R8W, N.M.P.M., SAN JUAN COUNTY, NEW MEXICO. LINE BEARS N0°59'12"W, A DISTANCE OF 2650.79'

II, WILLIAM E. MAHNKE II, A DOLY LICENSED SURVEYOR IN THE STATE OF NEW MEXICO, HEREBY CERTIFY THAT THIS SURVEY WAS PERFORMED BY ME OR UNDER MY DIRECT SUPERVISION AND IS CORRECT TO MY KNOWLEDGE AND BELIEF.	SRVD BY: KW Sr/Jr	REVISIONS			
		NO.	DATE	BY	DESCRIPTION
WILLIAM E. MAHNKE II, P.S. 8466 STATE OF NEW MEXICO	DWN. BY: KWSr	1	11-22-11	KW	LINE CHANGE - ARCH SITE - PIPELINE SPILT
	CHKD. BY: BM				
DATE	JOB #: DPC003	Red Skies Surveying & Mapping, Inc. A Native American Owned Company 101 Fauver Lane Bloomfield, NM 87413 Telephone: (505) 632-3863 Fax: (505) 632-6823 Cell: 793-5325			
	DATE: 07/02/11				
	SCALE: 1"=1000'				
	DWG. NO. DPC003_CF				