

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

RECEIVED

MAR 28 2014

FORM APPROVED  
OMB No. 1004-0137  
Expires: July 31, 2010

**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.*

5. Lease Serial No.  
NM51000  
6. If Indian, Allottee or Tribe Name  
Gila  
7. If Unit of CA/Agreement, Name and/or No.

**SUBMIT IN TRIPLICATE** - Other instructions on page 2.

1. Type of Well  
 Oil Well  Gas Well  Other

8. Well Name and No.  
Fabulous Feb #1

2. Name of Operator  
Dugan Production Corp.

9. API Well No.  
30-045-25920

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

3b. Phone No. (include area code)  
505-325-1821

10. Field and Pool or Exploratory Area  
Bisti Lower Gallup

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
790' FNL & 1120' FWL (NW/4 NW/4), Unit D  
Section 31, T24N, R9W, NMPM

11. Country or Parish, State  
San Juan County, New Mexico

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <u>Change spacing unit</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> 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.)

Dugan Production Corp. requests a change in the spacing unit. The current spacing unit is the N/2 of the NW/4 of Section 31, T24N, R9W. We request the spacing unit be changed to the W/2 of the NW/4 of Section 31, T234N, R9W. All leases remain the same. A revised C-102 is attached.

RCVD APR 16 '14  
OIL CONS. DIV.  
DIST. 3

**BLM'S APPROVAL OR ACCEPTANCE OF THIS ACTION DOES NOT BELIEVE THE LESSEE AND OPERATOR FROM OBTAINING ANY OTHER AUTHORIZATION REQUIRED FOR OPERATIONS ON FEDERAL AND INDIAN LANDS**

X NSP - 1966 J.F.

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)

Kurt Fagrelus

Title VP, Land & Exploration

Signature *Kurt Fagrelus*

Date 03/26/2014

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by  
*Troy Salvess*

Title PE

Date 4/14/2014

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 FFO

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)

NMOCD FV

OIL CONSERVATION DIVISION

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT

P. O. BOX 2088  
SANTA FE, NEW MEXICO 87501

Form C-102  
Revised 10-1-78

All distances must be from the outer boundaries of the Section.

Operator <b>Dugan Production Corporation</b>		Lease <b>Fabulous Feb</b>			Well No. <b>7</b>
Unit Letter <b>D</b>	Section <b>31</b>	Township <b>24 North</b>	Range <b>9 West</b>	County <b>San Juan</b>	
Actual Footage Location of Well: <b>790</b> feet from the <b>North</b> line and <b>1120</b> feet from the <b>West</b> line					
Ground Level Elev. <b>6855</b>	Producing Formation <b>Gallup</b>		Pool <b>Bisti Lower Gallup</b>	Dedicated Acreage: <b>80</b> Acres	

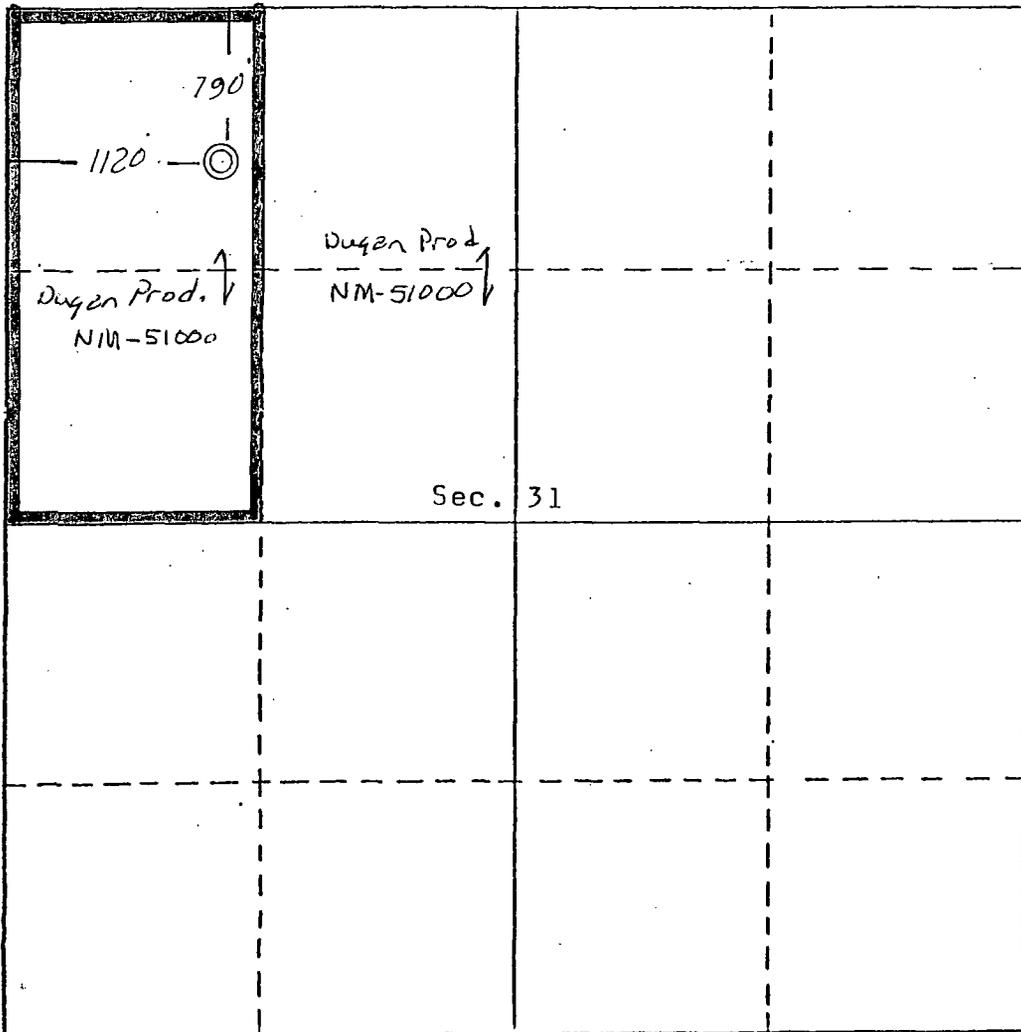
1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

RCVD APR 16 '14  
OIL CONS. DIV.  
DIST. 2

Yes  No If answer is "yes," type of consolidation \_\_\_\_\_

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) \_\_\_\_\_

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Division.



CERTIFICATION

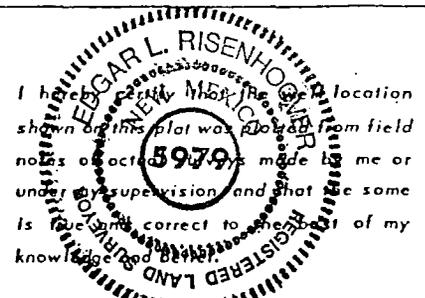
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

*Kurt Fagrelis*  
Name

*VP. Land & Exploration*  
Position

*Dugan Production Corp.*  
Company

*March 21, 2013*  
Date



Date Surveyed  
**February 6, 1984**

Registered Professional Engineer  
and/or Land Surveyor

*Edgar L. Risenhoover*

Certificate No. **5979**  
Edgar L. Risenhoover, L.S.

