

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 July 18, 2013

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

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.)		WELL API NO. 30-045-29985
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Dugan Production Corp.		6. State Oil & Gas Lease No. VB-436
3. Address of Operator P O Box 420, Farmington, NM 87499-0420 (505)325-1821		7. Lease Name or Unit Agreement Name Dot Com
4. Well Location Unit Letter <u>I</u> : <u>1850</u> feet from the <u>South</u> line and <u>790</u> feet from the <u>East</u> line Section <u>2</u> Township <u>26N</u> Range <u>11W</u> NMPM San Juan County		8. Well Number 90
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 6435' GL		9. OGRID Number 006515
10. Pool name or Wildcat Basin Fruitland Coal		

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

NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input checked="" type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/> CLOSED-LOOP SYSTEM <input type="checkbox"/> OTHER: <input checked="" type="checkbox"/>		SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/> OTHER: <input type="checkbox"/>	
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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.

Operator requests to extend the TA status on this well. The well needs to be connected to the sales line and well site compression will be required, given the sales line pressures. Due to the low gas prices, it will be currently uneconomical to install production facilities on this well. The well will be put on production as the gas prices improve. If the TA status extension is approved, the casing will be pressure tested/Mechanical Integrity tested as per NMOCD rules and guidelines. The pressure chart will be submitted to NMOCD.

** Pressure test and a subsequent report is required prior to approval of the T/A*
 Notify NMOCD 24 hrs prior to beginning operations
 OIL CONS. DIV DIST. 3
 APR 01 2015

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 Aliph Reena TITLE Production Engineer DATE March 30, 2015

Type or print name Aliph Reena E-mail address: aliph.reena@duganproduction.com PHONE: 505-325-1821
For State Use Only

APPROVED BY: Brandon Reel TITLE DEPUTY OIL & GAS INSPECTOR DISTRICT #3 DATE 4-20-15
 Conditions of Approval (if any): AV