

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

WELL API NO.
30-045-29243

5. Indicate Type of Lease
STATE ☐ FEE ☐

6. State Oil & Gas Lease No.
Federal Lease SF-078868

7. Lease Name or Unit Agreement Name

Sapp

8. Well Number
2

9. OGRID Number
006515

10. Pool name or Wildcat
Lybrook Gallup

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 H : 2240 feet from the North line and 543 feet from the East line
Section 28 Township 24N Range 8W NMPM San Juan County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
6748' 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 ☐
CLOSED-LOOP SYSTEM ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐
OTHER: Nitrogen Breakthrough ☒

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.

Increased Nitrogen was noted on 10/19/2015. Gas sample was tested. There was increased Nitrogen in the produced gas. Pump Jack motor won't run or the separator burner won't light. No clean up actions were required. Volume of communication is unknown. No information about the offsetting well operations are known.

OIL CONS. DIV DIST. 3

NOV 02 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

Ira M. Feil

TITLE Petroleum Engineer

DATE 10/29/2015

Type or print name *for* Aliph Reena

E-mail address: aliph.reena@duganproduction.com

PHONE: 505-325-1821

For State Use Only

APPROVED BY: **ACCEPTED FOR RECORD**

TITLE

DATE

Conditions of Approval (if any):

RV