Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED

Budget Bureau No. 1004-0135

BUREAU OF LAND MANAGEMENT Expires: March 31,1993 5. Lease Designation and Serial No. 7 NM-0206994 SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to deepen or recently to a different deservoir.

Use "APPLICATION FOR PERMIT -" for such proposals 6. If Indian, Allotted AUG 2006 SUBMIT IN TRIPLICATE RECEIVED 1. Type of Well 070 FARMINGTON NM Gas pending Well 8. Well Name and No. 2. Name of Operator Winifred Com #90S **Dugan Production Corp.** 9. API Well No. 3. Address and Telephone No. 30 045 33686 P.O. Box 420, Farmington, NM 87499 (505) 325 - 1821 Location of Well (Footage, Sec., T., R., M., or Survey Description) 10. Field and Pool, or Exploratory Area Basin Fruitland Coal/ 1670' FSL & 1020' FWL (NW/4SW/4) Harper Hill Fruitland Sand-PC Unit L. Sec. 25, T30N, R14W 11. County or Parish, State San Juan, NM 12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Abandonment Change of Plans Recompletion **New Construction** Subsequent Report **Plugging Back** Non-Routine Fracturing Casing Repair Water Shut-Off \Box Final Abandonment Notice **Altering Casing** Conversion to Injection \square Other Dispose Water Spud, surface casing (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Spud 12¼" hole on 7-20-06. Run 8-5/8" 24# J-55 casing. Land @ 131', float collar @ 88'. Cement w/100 sx Type 5 cement w/3% CaCl2 w/1/4# celloflake/sx (134 cu ft total slurry). Displace w/6 bbls water. Circulate 3 bbls cement. NU BOP. Pressure test casing to 770# for 30 mins, held.

14. I hereby certify that the foregoing is true and correct

Signed

Title

Vice-President

Date

7/25/2006

(This space for federal or State office use)

Approved by

Title

Date

Date

Total Date

Title

Date

Title

Date

Title

Date

Title

Date

Title 18 U.S.C. Section 1001, makes 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 author) 2006 or representations as to any matter within its jurisdiction.