

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT -" for such proposals.

SUBMIT IN TRIPLICATE

070 FARMINGTON NM

5. Lease Designation and Serial No.
SF-078091

6. If Indian, Allotted or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.
Patriot #91

9. API Well No.
30-045-29510

10. Field and Pool, or Exploratory Area
Basin Fruitland Coal

11. County or Parish, State

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator
Dugan Production Corp.

3. Address and Telephone No.
709 East Murray Drive, Farmington, New Mexico 87401

Location of Well (Footage, Sec., T., R., M., or Survey Description)

Section 27, T26N, R13 W
1980' FNL & 790' FEL (SE/4 of the NE/4)

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

TYPE OF SUBMISSION

- ☒ Notice of Intent
☐ Subsequent Report
☐ Final Abandonment Notice

TYPE OF ACTION

- ☐ Abandonment
☐ Recompletion
☐ Plugging Back
☐ Casing Repair
☐ Altering Casing
☒ Other Install Equipment
☐ Change of Plans
☐ New Construction
☐ Non-Routine Fracturing
☐ Water Shut-Off
☐ Conversion to Injection
☐ Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

3. 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.)

Due to high water line pressures, operator proposes to install 2-500 BBL water tanks, 1-separator and 1-gas meter. Currently a pipeline is being permitted to the west that will transport water to an injection line. Once that pipeline is permitted, an injection pump will be installed. Water will be trucked until pipeline is permitted.

This equipment will help to reduce high water line pressures in the area.
See Exhibit 1.

I hereby certify that the foregoing is true and correct

Signed

Kurt Fegun

Geology

Date

August 4, 2006

space for Federal or State office use)

Approved by

Ray Samy

Title

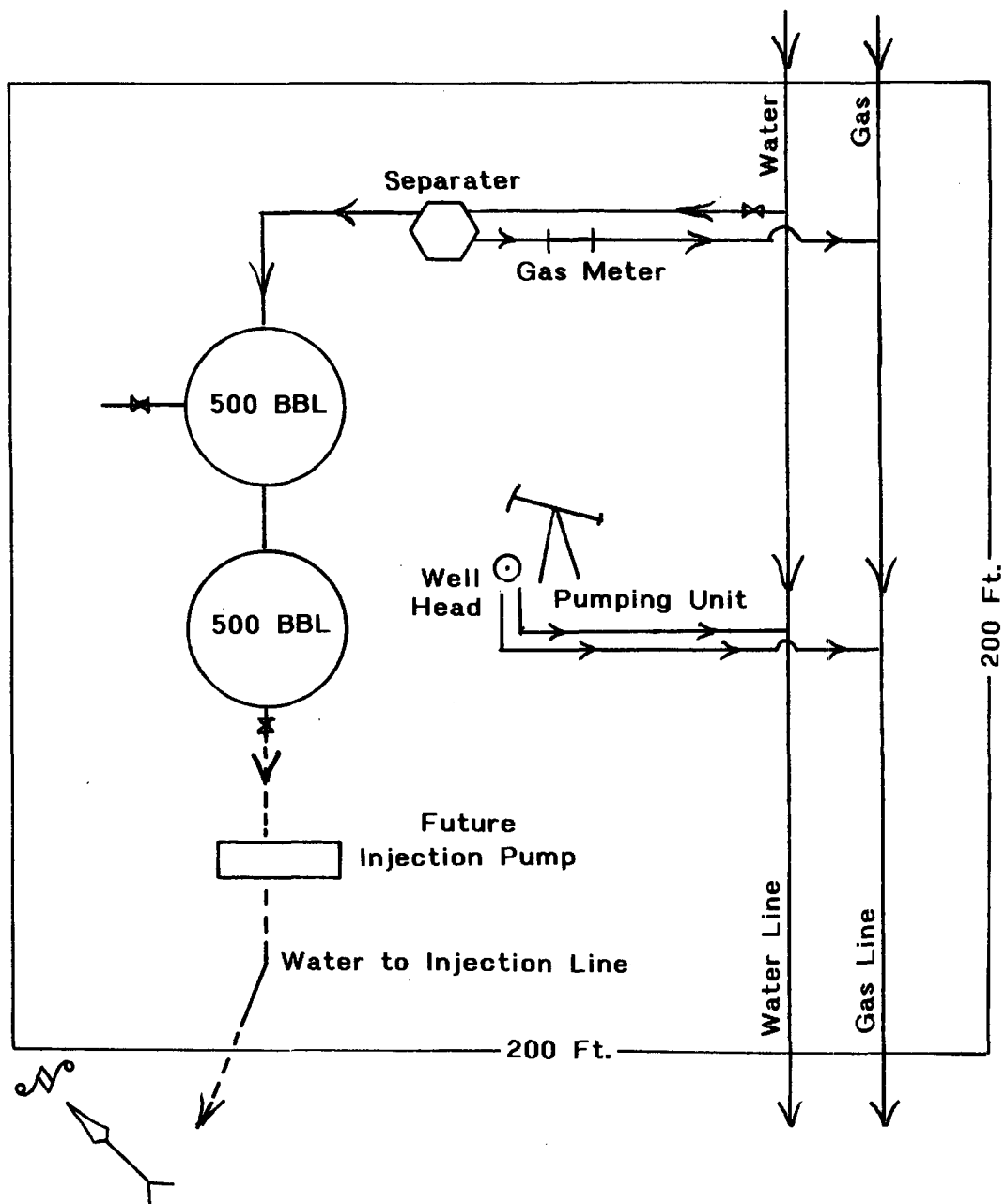
Branch Chief

Date

8/8/06

Conditions of approval, if any:

EXHIBIT 1.



DUGAN PRODUCTION CORP.

PATRIOT #1

Sect. 27, T26N, R13W

1980' FNL & 790' FEL

San Juan Co., New Mexico