

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RCVD MAR22'07
OIL CONS. DIV.

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

5. Lease Designation and Serial No.

SF 078868

6. If Indian, Allotted or Tribe Name

7. Location & Agreement Designation

1. Type of Well



Oil
Well



Gas
Well



Other

2. Name of Operator

Dugan Production Corp.

8. Well Name and No.

Sapp #1

3. Address and Telephone No.

P.O. Box 420, Farmington, NM 87499 (505) 325 - 1821

9. API Well No.

30 045 05095

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

660' FNL & 660' FEL (NE/4 NE/4)
Unit A, Sec. 28, T24N, R8W

10. Field and Pool, or Exploratory Area

Cuervo Mesaverde

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



Notice of Intent



Subsequent Report



Final Abandonment Notice

TYPE OF ACTION



Abandonment



Recompletion



Plugging Back



Casing Repair



Altering Casing



Other



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.)

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.)

Plan to plug and abandon well as follows:

Set cast iron bridge plug at 4065'.

Spot 150' of type 5 cement on top of bridge plug.

Perforate 50' below Mesaverde top (2542').

Spot 200' type 5 cement plug inside and outside casing.

Perforate below Pictured Cliffs top (1760') at 1810'.

Spot type 5 cement plug inside and outside casing to cover Fruitland top (1425').

Perforate below Ojo Alamo base (1200') at 1250'.

Spot type 5 cement inside and outside casing to cover Ojo Alamo top (1045').

Perforate 50' below surface casing depth (160') at 210'.

Pump down casing and circulate cement to surface.

Cut off well head and set dry hole marker.

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

Signed

John Alexander
John Alexander

Title

Vice-President

Date

3/14/2007

(This space for Federal or State office use)

Approved by

[Signature]

Title

PE

Date

MAR 15 2007

Conditions of approval, if any: