

Submit 3 Copies To Appropriate District Office
District I
1625 N French Dr., Hobbs, NM 88240
District II
1301 W Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
May 27, 2004

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

WELL API NO. 30-039-22283
5. Indicate Type of Lease <i>Indian Lease</i> STATE ☐ FEE ☐
6. State Oil & Gas Lease No. JIC-37B (Jicarilla Apache Lease)
7. Lease Name or Unit Agreement Name A New Dawn
8. Well Number 2
9. OGRID Number 006515
10. Pool name or Wildcat Basin Fruitland Coal

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 E : 1610 feet from the North line and 1120 feet from the West line
Section 14 Township 24N Range 5W NMPM San Juan County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

Pit or Below-grade Tank Application ☒ or Closure ☐

Pit type workover Depth to Groundwater <50' Distance from nearest fresh water well >1000' Distance from nearest surface water <50'

Pit Liner Thickness: 12 mil Below-Grade Tank: Volume 320 bbls; Construction Material earthen

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 ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: Construct workover pit ☒

OTHER: ☐

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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Requesting permission to construct earthen pit to be used in plugging and abandoning this well. Pit will be 15' x 20' x 6'. The pit will be lined and fenced. We'll pull all fluids and close the pit as we complete the operation.

* Upon Closure all pit contents and liner are required to be removed.

RCVD JUL30'07
OIL CONS. DIV.

* If ground water is encountered during the pits construction a pit will not be allowed to be used.

DIST. 3

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☒, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE John Alexander TITLE Vice-President DATE July 27, 2007

Type or print name John Alexander E-mail address: johncalexander@duganproduction.com Telephone No. 325-1821

For State Use Only

Deputy Oil & Gas Inspector,
District #3

APPROVED BY: Brandon Bell TITLE

DATE AUG 07 2007

Conditions of Approval (if any)

* See above notes