

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

(Other instructions on

Expires February 28, 1995

reverse side)

5. LEASE DESIGNATION AND SERIAL NO

NM-96799

WELL COMPLETION OR RECOMPLETION REPORT AND LOG*

1 a TYPE OF WELL

OIL WELL ☐GAS WELL ☒DRY ☐

OTHER

b TYPE OF COMPLETION

NEW ☒WORK OVER ☐DEEP-EN ☐PLUG BACK ☐DIFF CENTR ☐

OTHER

2 Name of Operator

Dugan Production Corp.

3 Address and Telephone No.

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

4 LOCATION OF WELL (Report location clearly and in accordance with any State requirements)*

At surface 1200' FSL & 1300' FEL (SE/4 SE/4)

At top prod interval reported below same

At total depth same

14 PERMIT NO

DATE ISSUED

12 COUNTY OR PARISH

13 STATE

San Juan

NM

15 DATE SPUDDED

12/27/2005

16 DATE T D REACHED

12/29/2005

17 DATE COMPL

(Ready to prod.)

8/28/2007

18 ELEVATIONS (DF, RKB, RT, GR, ETC)*

6501' GL

19 ELEV CASINGHEAD

20 TOTAL DEPTH, MD & TVD

950'

21 PLUG BACK T D, MD & TVD

894'

22 IF MULTIPLE COMPL, HOW MANY*

23 INTERVALS DRILLED BY

ROTARY TOOLS

CABLE TOOLS

24 PRODUCING INTERVAL(S), OF THIS COMPLETION - TOP, BOTTOM, NAME (MD AND TVD)*

683'-747' (Fruitland Coal)

25 WAS DIRECTIONAL SURVEY MADE

no

26 TYPE ELECTRIC AND OTHER LOGS RUN

GR-CNL-CCL

27 WAS WELL CORED

no

28

CASING RECORD

(Report all strings set in well)

| CASING SIZE/GRADE | WEIGHT, LB /FT | DEPTH SET (MD) | HOLE SIZE | TOP OF CEMENT, CEMENTING RECORD | AMOUNT PULLED |
|-------------------|----------------|----------------|-----------|---|---------------|
| 8-5/8" J-55 | 24# | 129' | 12-1/4" | 95 sx Class "B" neat w/2% CaCl2 w/1/4# celloflake/sx | |
| 5-1/2" J-55 | 15.5# | 935' | 7" | 40 sx 3% Lodense w/3# Gilsonte/sx. Tail w/50 sx Class "B" neat w/3# Gilsonte/sx w/1/4# celloflake/sx (171 cu ft total slurry) | |
| | | | | | |

29

LINER RECORD

| SIZE | TOP (MD) | BOTTOM (MD) | SACKS CEMENT* | SCREEN (MD) | SIZE | DEPTH SET (MD) | PACKER SBT (MD) |
|------|----------|-------------|---------------|-------------|--------|----------------|-----------------|
| | | | | | 2-3/8" | 826' | N/A |
| | | | | | | | |

31 PERFORATION RECORD (Interval, size and number)

683'-714' & 740'-47' w/4 spf (total 148 holes)

32 ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC.

DEPTH INTERVAL (MD)

AMOUNT AND KIND OF MATERIAL USED

683'-747'

RCVD SEP 14 '07
OIL CONS. DIV.
DIST. 3

33 *

PRODUCTION

| | | | | | | | | |
|-----------------------|-----------------|--|------------------------|-----------|-------------|-------------|------------------------------------|-----------------|
| DATE FIRST PRODUCTION | | PRODUCTION METHOD (Flowing, gas lift, pumping - size and type of pump) | | | | | WELL STATUS (Producing or shut in) | |
| N/A | | Pumping | | | | | Shut in | |
| DATE OF TEST | HOURS TESTED | CHOKE SIZE | PROD'N FOR TEST PERIOD | OIL - BBL | GAS - MCF | WATER - BBL | | GAS - OIL RATIO |
| | | | → | 0 | | | | |
| FLOW TUBING PRESS | CASING PRESSURE | CALCULATED 24 - HOUR RATE | OIL - BBL | GAS - MCF | WATER - BBL | | OIL GRAVITY - API (CORR) | |
| | | → | 0 | | | | | |

34 DISPOSITION OF GAS (Sold, used for fuel, vented, etc.)

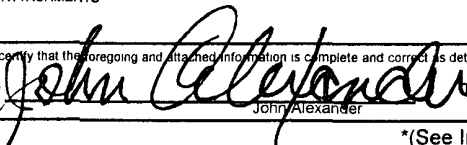
Vented - to be sold - a sundry notice of well test will be submitted in future

TEST WITNESSED BY

35 LIST OF ATTACHMENTS

36 I hereby certify that the foregoing and attached information is complete and correct as determined from all available records

SIGNED



Title

Vice-President

Date

8/29/2007

*(See Instructions and Spaces for Additional Data on Reverse Side)

Title 18 USC 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 statements or representations as to any matter within its jurisdiction

NMOCB 8 9/14

ACCEPTED FOR RECORD

SEP 12 2007

FARMINGTON FIELD OFFICE
BY J. Salvetti

202/102 37

| 37. SUMMARY OF POROUS ZONES (Show all important zones of porosity and contents thereof: cored intervals, and all drill-stem, tests, including depth interval tested on used, time tool open, flowing and shut-in pressures, and recoveries) | | | | 38. GEOLOGIC MARKERS | | |
|---|-----|--------|----------------------------|----------------------|------------|--------------------|
| FORMATION | TOP | BOTTOM | DESCRIPTION, CONTENTS, ETC | NAME | TOP | |
| | | | | | MEAS DEPTH | TRUE VERT DEPTH |
| | | | | Kirtland | surface | |
| | | | | Fruitland | 431' | |
| | | | | Pictured Cliffs | 755' | |
| | | | | TOTAL DEPTH | 950' | |