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SUBMIT IN DUPLICATE

(Other instructions on

FORM APPROVED  
OMB NO 1004-0137

Expires February 28, 1995

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
Farmington Field Office

5 LEASE DESIGNATION AND SERIAL NO

NM-22044

6 IF INDIAN, ALLOTTEE OR TRIBE NAME

7 UNIT AGREEMENT NAME

Report to lease

8 FARM OR LEASE NAME, WELL NO

Gold Medal #94

9 API Well No

30-045-34229 -0051

10 FIELD AND POOL, OR WILDCAT

Basin Fruitland Coal

11 SEC., T., R., M., OR BLOCK AND SURVEY  
OR AREA

Unit G

Sec. 34, T24N, R10W

12 COUNTY OR PARISH

San Juan

13 STATE

NM

## WELL COMPLETION OR RECOMPLETION REPORT AND LOG\*

1 a TYPE OF WELL

OIL

WELL

GAS

WELL

X

DRY

OTHER

b TYPE OF COMPLETION

NEW

WORK

DEEP-

PLUG

DIFF

OTHER

Well

X

OVER

EN

BACK

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 1700' FNL &amp; 1700' FEL (SW/4 SW/4)

NE

At top prod interval reported below same

At total depth same

14 PERMIT NO

DATE ISSUED

12 COUNTY OR PARISH

San Juan

13 STATE

NM

15 DATE SPUDDED

10/29/2007

16 DATE T D REACHED

11/1/2007

17 DATE COMPL

(Ready to prod)

8/5/2008

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

6736' GL

19 ELEV CASINGHEAD

RCVD AUG 12 '08

20 TOTAL DEPTH, MD &amp; TVD

1410'

21 PLUG BACK T D, MD &amp; TVD

1352'

22 IF MULTIPLE COMPL,

HOW MANY\*

23 INTERVALS

DRILLED BY

ROTARY TOOLS

CABLE TOOLS

TD

OIL CONS. DIV.

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

1183'-1203' (Fruitland Coal)

25 WAS DIRECTIONAL SURVEY MADE

DIST. 3

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#	126'	12-1/4"	85 sx Type 5 cement w/2% CaCl2 & 1/4# celloflak/es	100 cu ft total slurry
5-1/2" J-55	15.5#	1392'	7"	75 sx Type 5 cement w/2% Lodense, 2# PhenoSeal & 1/4# celloflak/es.	
				Tail w/50 sx Type 5 cement w/2# PhenoSeal & 1/4# celloflak/es.	
				221 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"	1269'	N/A

31 PERFORATION RECORD (Interval, size and number)

1183'-1203' w/4 spf (total 20', 80 holes)

32 ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC

DEPTH INTERVAL (MD)

1183'-1203'

AMOUNT AND KIND OF MATERIAL USED

62,300 gals gel, 70,020# 20/40 sand

33 \* PRODUCTION

DATE FIRST PRODUCTION		PRODUCTION METHOD (Flowing, gas lift, pumping - size and type of pump)					WELL STATUS (Producing or shut in)	
N/A		Flowing					Shut in	
DATE OF TEST	HOURS TESTED	CHOKE SIZE	PROD'N FOR TEST PERIOD	OIL - BBL	GAS - MCF	WATER - BBL		GAS - OIL RATIO
8/5/2008	24	2"	→	0	25	60		
FLOW TUBING PRESS	CASING PRESSURE	CALCULATED 24 - HOUR RATE	OIL - BBL	GAS - MCF	WATER - BBL	OIL GRAVITY - API (CORR)		
2	60	→	0	25	60			

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

John Alexander

Title

Vice-President

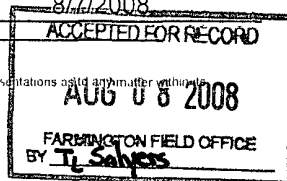
Date

8/7/2008

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

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 statements or representations and any matter within the jurisdiction

NMOCD



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
				Ojo Alamo	208'	
				Kirtland	280'	
				Fruitland	834'	
				Pictured Cliffs	1208'	
				Total Depth	1410'	