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Form 3160-5  
(June 1990)UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

APR 20 2009

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires March 31, 1993Bureau of Land Management  
Farmington Field Office

## 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

## 1. Type of Well

☐ Oil Well      ☒ Gas Well      ☐ Other

## 2. Name of Operator

Dugan Production Corp.

## 3. Address and Telephone No.

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

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

1320' FSL & 790' FEL (SE/4 SE/4)  
Unit P, Sec. 26, T22N, R8W, NMPM

## 5. Lease Designation and Serial No.

NM-94067

## 6. If Indian, Allotted or Tribe Name

RCVD MAY 8 '09  
OIL CONS. DIV.

## 7. If Unit or CA, Agreement Designation

DIST. 3

## 8. Well Name and No.

Ellington Com #90S

## 9. API Well No.

30 045 33870

## 10. Field and Pool, or Exploratory Area

Basin Fruitland Coal

## 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 Suspend completion operations
- ☐ 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.)

Due to current infrastructure and economic constraints, the operator requests approval to suspend completion operations indefinitely on the Ellington Com #90S.

The Ellington Com #90S is tied into the Big Band Gathering System. This infrastructure is insufficient to handle current production volumes of produced water. Construction will begin in two weeks on a water transfer station. This expansion will create additional room for water transportation from new wells to be added to the system.

Once the expansion project is finished and improvements in the economy occur, completion operations (fracture stimulations, installation of production facilities, pipeline construction, road crowning and ditching and re-contouring and re-seeding of disturbed areas) will resume.

THIS APPROVAL EXPIRES MAY 15 2010

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

Signed

*Kurt Fagrelis*

Kurt Fagrelis

Title

Vice-President, Exploration

Date

4/29/2009

(This space for Federal or State office use)

Approved by

Original Signed: Stephen Mason

Title

Date

MAY 06 2009

Conditions of approval, if any:

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 as to any matter within its jurisdiction

\*See Instruction on Reverse Side

NMOCDD