

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

RECEIVED

APR 30 2009

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

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other	5. Lease Designation and Serial No NM-96800
2. Name of Operator Dugan Production Corp.	6. If Indian, Allotted or Tribe Name
3. Address and Telephone No. P.O. Box 420, Farmington, NM 87499 (505) 325 - 1821	7. If Unit or CA, Agreement Designation
Location of Well (Footage, Sec., T., R., M., or Survey Description) 1200' FNL & 1200' FWL (NW/4 NW/4) Unit D, Sec. 11, T23N, R11W, NMPM	8. Well Name and No Hoss Com #93
	9. API Well No. 30 045 34535
	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	TYPE OF ACTION	
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment	<input type="checkbox"/> Change of Plans
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> New Construction
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Conversion to Injection
	<input checked="" type="checkbox"/> Other Suspend completion operations	<input type="checkbox"/> 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.)

RCVD MAY 8 '09  
OIL CONS. DIV.

DIST. 3

Due to current infrastructure and economic constraints, the operator requests approval to suspend completion operations indefinitely on the Hoss Com #93.

The Hoss Com #93 is tied into the Sesamee Street Gathering system. This infrastructure is insufficient to handle current production volumes of natural gas. Construction will begin next week on 4 miles of new 10" compressor suction line. This expansion will create additional room for gas sales 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 and recontouring 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 Fagrelus 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: