Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

BUREAU OF LAND MANAGEMENT	OF		ABI	
BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON W	/ELLS		M	

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

NOOC14207308

, ,	If Indian, Allottee or	Tribe Nam

Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals. 1 6 2000

EASTERN NAVAJO SUBMIT IN TRIPLICATE - Other instructions on reverse side and Management If Unit or CA/Agreement, Name and/or No. Farmington Field Office 1. Type of Well Well Name and No MARATHON COM 90 Oil Well Gas Well Other COAL BED METHANE API Well No. Name of Operato Contact JOHN C ALEXANDER DUGAN PRODUCTION CORPORATION Mail: johncalexander@duganproduction.com 30-045-34570-00-X1 3b. Phone No (include area code) 3a. Address . Field and Pool, or Explorator P. O. BOX 420 Ph: 505-325-1821 BASIN FRUITLAND COAL FARMINGTON, NM 874990420 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11 County or Parish, and State Sec 4 T23N R10W NENE 1205FNL 1265FEL SAN JUAN COUNTY, NM 36.25958 N Lat, 107.89687 W Lon

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE REPORT OR OTHER DATA

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TYPE OF SUBMISSION	TYPE OF ACTION				
Notice of Intent □ Subsequent Report □ Final Abandonment Notice	☐ Acidize ☐ Alter Casing ☐ Casing Repair ☐ Change Plans ☐ Convert to Injection	Deepen Fracture Treat New Construction Plug and Abandon Plug Back	Production (Start/Resume) Reclamation Recomplete Temporarily Abandon Water Disposal	Water Shut-Off Well Integrity Other Change to Original	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof if the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection)

Change the currently permitted blow out preventer configuration to 9" 2,000 psi dual ram configuration. The previous configuration used a 7-1/16" 2,000 psi dual ram BOP.✓

The new configuration will allow for a test plug to be set in the casing head such that testing of the BOP stack can be done in a conventional manner.

Change the hole size for the production casing to 7-7/8" (the previously permitted hole size was 7"). The cement volume will be adjusted to compensate for the increased hole size to allow for circulation of cement to the surface.

RCVD SEP 18'09 OIL CONS. DIV. DIST. 3

Electronic Submission #74384 verified by the BLM Well Information System For DUGAN PRODUCTION CORPORATION, sent to the Farmington Committed to AFMSS for processing by TROY SALYERS on 09/16/2009 (09TS0017SE) Name (Printed/Typed) JOHN C ALEXANDER Title VICE-PRESIDENT (Electronic Submission) Date 09/16/2009 Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon

14. Thereby certify that the foregoing is true and correct

Approved By TROY SALYERS

Title PETROLEUM ENGINEER

Office Farmington

Date 09/16/2009

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.