

Submit 1 Copy To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
October 13, 2009

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		WELL API NO. 30-045-34922
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Dugan Production Corp.		6. State Oil & Gas Lease No. B-11751
3. Address of Operator P. O. Box 420, Farmington, NM 87499-0420 (505)325-1821		7. Lease Name or Unit Agreement Name O'Henry
4. Well Location Unit Letter <u>L</u> : <u>2200</u> feet from the <u>South</u> line and <u>660</u> feet from the <u>West</u> line Section <u>36</u> Township <u>30N</u> Range <u>14W</u> NMPM San Juan County		8. Well Number 2
		9. OGRID Number 006515
		10. Pool name or Wildcat Harper Hill Fruitland Sand - PC
		11. Elevation (Show whether DR, RKB, RT, GR, etc.) 5553' GL

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: ☐

OTHER: Completion ☒

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Pressure test 5-1/2" casing to 3000 psi - held ok. Ran GR-CNL-CCL from 1326' (PBTD) to surface. Perf Fruitland Sand with 4 JSPF 1053-61 (32 holes), 1103-06 (12 holes), 1146-52 (24 holes) and Pictured Cliffs 1186-95 (36 holes). Breakdown and acidize each set of perts with 250 gallons 15% HCl acid - total 1000 gallons. Frac 1053 - 1195 with 72,900 gallons cross linked gelled water plus 105,000 lbs. 20/40 sand. Cleaned out sand to PBTD. Land 2-3/8" 4.7# EUE tubing @ 1219'. Ran pump and rods.

RCVD JUN 2 '10

OIL CONS. DIV.
DIST. 3

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE John Alexander TITLE Vice-President DATE June 2, 2010

Type or print name John Alexander E-mail address: johncalexander@duganproduction.com PHONE: 505-325-1821

For State Use Only

Deputy Oil & Gas Inspector,

APPROVED BY: John G. [Signature] TITLE District #3 DATE JUN 03 2010

Conditions of Approval (if any): REPORT CASING PRESSURE TEST DURATION AND TUBING GRADE,

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