UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

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

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

| 5. Lease Serial No. NMSF077978C |
|--------------------------------------|
| 6. If Indian, Allottee or Tribe Name |

| | , | , . | • | | | |
|--|---|--|---|--------------------------|--------------------|--|
| SUBMIT IN TRI | PLICATE - Other instruc | 7. If Unit or C | A/Agreement, Name and/or No. | | | |
| Type of Well ☐ Oil Well ☐ Oth | | 8. Well Name and No. FULLERTON 1 | | | | |
| 2. Name of Operator DUGAN PRODUCTION COR | Contact: , | ANDER luction.com | 9. API Well No. 30-045-07023-00-C1 | | | |
| 3a. Address | | 3b. Phone No. (| | | | |
| FARMINGTON, NM 87499 | | Ph: 505-325- | 1821 | AMARILL | O GALLUP | |
| 4. Location of Well (Footage, Sec., 7 | T., R., M., or Survey Description, |) | 11. County or Parish, and State SAN JUAN COUNTY, NM | | | |
| Sec 34 T28N R13W SENW 1 36.620972 N Lat, 108.208664 | | | | | | |
| 12. CHECK APP | ROPRIATE BOX(ES) TO | INDICATE N | ATURE OF 1 | NOTICE, REPORT, OR C | OTHER DATA | |
| TYPE OF SUBMISSION | | | TYPE O | F ACTION | | |
| □ Notice of Intent | Acidize | ☐ Deepe | n | ☐ Production (Start/Resu | me) Water Shut-Off | |
| _ | Alter Casing | □ Fractu | re Treat | Reclamation | ☐ Well Integrity | |
| Subsequent Report ■ | ☐ Casing Repair | □ New C | onstruction | Recomplete | Other | |
| ☐ Final Abandonment Notice | ☐ Change Plans | 🛭 Plug a | nd Abandon | ☐ Temporarily Abandon | _ | |
| | Convert to Injection | Convert to Injection Plug Ba | | ☐ Water Disposal | | |
| determined that the site is ready for the determined that the site is ready for the Plugged well as follows: Plugged well as follows: Ran cast iron bridge plug and Ran dump bailer. Made 4 runs dumping 5.5 sks Tag top of cement at 6075'. Set retainer at 5502'. Pressure test casing failed. Ran Cement Bond Log. Found cement stringers at 52 Review log with Ray Espinoza Plug 2 spot 28 cu ft Class B of Attempt pressure test, failed. | ent. | RCVD MAY 20 '11 OIL CONS. DIV. DIST. 3 | | | | |
| 14. Thereby certify that the foregoing is Co Name (Printed/Typed) JOHN C A | Electronic Submission #1 For DUGAN PRODUC mmitted to AFMSS for proc | CTION CORPOR | ATION, sent to E MASON on (| the Farmington | | |
| | | | | | | |
| Signature (Electronic | 1 | Date 05/17/2 | 011 | | | |
| | THIS SPACE FO | R FEDERAL | OR STATE | OFFICE USE | | |
| Approved By ACCEPT | ED | | STEPHEN _{Title} PETROLE | I MASON UM ENGINEER | Date 05/18/201 | |
| Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to cond | subject lease | Office Farming | yton | | | |

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.

Additional data for EC transaction #108468 that would not fit on the form

32. Additional remarks, continued

Tag cement at 5320'

Perforate 3 holes at 5258'

Set cement retainer on tbg at 5226'.

Pressure test casing, did not test.
Pump 1/2 bpm at 1200 psi.
Plug 2A pumped 57 cu ft Class B cement below retainer and spotted 17 cu ft above retainer from 5226'-5106'.

Pressure test, did not test. Tag cement at 5050'.

Perforate 3 holes at 2491'.

Run cement retainer on tubing to 2463'.

Attempt to pressure test casing, failed.

Sting into retainer.

Circulation established to casing valve.

Plug 3, pumped 40 cu ft Class B cement below retainer and left 18 cu ft above the retainer from 2463'-2334'.
Tag cement at 2327'.

Perforate 3 holes at 1600'

Set cement retainer to 1571'.

Pressure test casing at 800 psi, held ok.

Plug 4, pump 137 cu ft Class B cement below retainer and left 55 cu ft above retainer from 1571'-1167'.

Pressure casing to 600 psi, held ok. Tag cement at 1080'.

Perforate 3 holes at 328'

Plug 5, 172 cu ft Class B cement from 328' to surface. With 162 cu ft cement pumped flow out cellar stopped.

Shut in bradenhead pumped last 10 cu ft of cement with no flow out of ground.

Cut off wellhead.

Tag cement at 30' inside 5-1/2" casing and 23' in the annulus.

Filled casing and annulus with cement.

Installed dry hole marker.

All operations witnessed by BLM.