State of New Mexico Form C-103 Submit 3 Copies Energy, Minerals and Natural Resources Department to Appropriate 3 NMOCD Revised 1-1-89 District Office 1 File OIL CONSERVATION DIVISION DISTRICT WELL API NO. P.O. Box 1980, Hobbs, NM 88240 P.O. Box 2088 30 045 29215 Santa Fe, New Mexico 87504-2088 5. Indicate Type of Lease P.O. Drawer DD, Artesia, NM \$8210 STATE FEE L 6. State Oil & Gas Lease No. 1000 Rio Brazos Rd., Aztec, NM 87410 LG-9801 SUNDRY NOTICES AND REPORTS ON WELLS ( DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A 7. Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) Luna 1. Type of Well: WELL WELL X OTHER 1 Well No. 2. Name of Operator 3 Dugan Production Corp. 9. Pool same or Wildcat 3. Address of Operator P.O. Box 420, Farmington, NM 87499 14 Bisti Gallup South 4 Well Location Line and 1720 West North : 720 Feet From The Feet From The Line Unit Letter \_C 9W San Juan 23N **NMPM** County 16 Range Township 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 6645' GL Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data 11. SUBSEQUENT REPORT OF: NOTICE OF INTENTION TO: ALTERING CASING REMEDIAL WORK PERFORM REMEDIAL WORK PLUG AND ABANDON PLUG AND ABANDONMENT COMMENCE DRILLING OPNS. TEMPORARILY ABANDON **CHANGE PLANS** CASING TEST AND CEMENT JOB **PULL OR ALTER CASING** T.D., Casing & Cement OTHER:\_ OTHER: 12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work! SEE RULE 1103. T.D. 4780' reached on 2/16/96. Laid down drill pipe & drill collars. TIH with 106 jts. 43" 10.5# J-55 casing landed @ 4780', float collar @ 4733', DV @ 3609'. Cement 1st stage with 250 sx 50/50/2 with 1 celloflake/sk (318 cu.ft.). Displace with 20 bbls water & 55 mud. Cement pressure 600#. Plug down @ 1430 hours Opened stage tool and circulate 24 hours. 2/17/96. 1000# OK. Cement 2nd stage with 500 sx 65/35/12 w/1 celloflake and tail with 50 sx 50/50/2 with 1 celloflake (1168 cu.ft.). Total cement slurry both stages = 1486 cu.ft. Displace with 57 bbls water. Cement pressure 800#. Plug down 1800 hours 2/17/96. 2500# OK. Had good circulation throughout both stages. Nipple down BOP, set Rig released @ 2000 hrs 2/17/96. slips & cut off casing. Turbolizers @ 315' & 270'.

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

SKONATURE

TYPE OR PRINT NAME

JIM L. Jacobs

TELEPHONE NO.

(This space for State Use)

APPROPRY Occurred Rollinson T

THE DEPUTY OF S CAS INGPRITOR, DIST. #3 DATE

CONDITIONS OF APPROVAL, IF ANY: