CONDITIONS OF APPROVAL, IF ANY:

Prentice) SUBMIT IN TRIPLICATE*

(Other instructions on reverse side)

Form approved. Budget Bureau No. 42-R1425.

UNITED STATES DEPARTMENT OF THE INTERIOR

	DELVILLIMEN	I OF THE H	NIERIO	rt		5. LEASE DESIGNATION	ON AND SERIAL NO.	
	GEOLO	GICAL SURVE	Y AP	I 30-045	-21996	NM 25440	-	
APPLICATION	I FOR PERMIT	TO DRILL, D				6. IF INDIAN, ALLOTT	LE OR THIBE NAME	
1a. Tyre of work								
	LL X	DEEPEN [PLUG BA	CK 🗌	7. UNIT AGLEEMENT	NAME	
b. Type of well on, [▽] c)	us ान्त		SINGLE	MELTI	OLE COL			
WELL X G/W 2. NAME OF OPERATOR	ELL X OTHER		ZONE	ZONE	(PLE X	8. FARM OR LEASE N	(AME	
	7 11 0					Big 8		
Dugan Pro 3. ADDRESS OF OPERATOR	duction Corp.	······································		<u> </u>	 	9. WELL NO.		
	The same ! !	07403	1		. 	1		
BOX 234,	Farmington, NM eport location clearly and	8/4UL	h any State	Fali Domonth & Marie		10 FIELD AND POOL,		
			in this state.	redniemente. J.C.	/6		- Bisti GA	
	1530' FSL - 840	D. EMT				11. SEC., T., R., M., O. AND SURVEY OR	AREA	
At proposed prod. zon	e		U. :'		mys.		4	
14. DISTANCE IN MILES A	AND DIRECTION FROM NEA	REST TOWN OF POST	OFFICE*	· · · · · · · · · · · · · · · · · · ·	*	Sec 8, T2		
	south Blanco Tr					1:		
15. DISTANCE FROM PROPO	SED*	lading Post	16. No. OF	ACRES IN LEASE	1 17 NO 6	San Juan of Acres Assigned	NM	
LOCATION TO NEAREST PROPERTY OR LEASE L	INE, FT.				TO TI	TO THIS WELL 320 20. ROTARY OR CABLE TOOLS		
(Also to negrest drlg 18. DISTANCE FROM PROPI	unit line, if any) 84	10'	19. PROPOSE	640				
TO NEAREST WELL, DE OR APPLIED FOR, ON THE	RILLING, COMPLETED,	one		440'	20. ROIX		1.5	
21. ELEVATIONS (Show whe	1110	Tie		440		Rotary	WARK WILL STARTS	
6771' GR	•					3-1-	*-	
23.		PROPOSED CASIN	C AND CEL	ADMINIO DROGE		1 3-1.	-70	
		ROPUSED CASIN	G AND CEN	MENTING PROGR	AM			
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FO	от	SETTING DEPTH		QUANTITY OF CEMENT		
12-1/4"	8-5/8"	24#		180'		135 sx	1	
7-7/8"	5-1/2"	15.5#		6440'	14.	800 cu 1	<u>ft</u>	
·		•	'		' i.			
51 L. 3					<u> </u>			
Plan to drill	hole to test 6	allup and D)akota i	ormations.	Set 5-	-1/2" casing t	thru	
Dakota, cemen	t first stage t	o cover Dak	ota and	Gallup for	mations	s, set two-sta	age	
Mecawarde and	saverde formati	on and ceme	ent seco	nd stage wi	th enou	igh cement to	cover	
formations c	Pictured Cliff lean out, set E	s rormatron	is. ser	ective peri	and rr	ac Dakota and	1 Gallup	
tubing to Dak	ota formation a	aker Moder	b pac	ter perow e	arrub i	cormation, set	z 1-1/4"	
casering to ban	oca ioimacion a	110 2 1/10	caping	to Garrup I	OTMACIC)II •		
We plan to us	e blowout preve	enter furnis	hed by	Young Drill	ing Com	nany while da	rilling	
hole and use	manual Shaffer	6" double a	ate blo	wout prever	ter whi	le completing	r well	
		,	,	Lancia			, ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
				·			•	
				. *				
		1		•				
N ABOVE SPACE DESCRIBE	PROPOSED PROGRAM: If 1	proposal issi sadeebe	en or blug be	ick, give data on t	resent produ	nctive sone and propo	sed new productive	
one. If proposal is to	drill or deepen directiona	lly, give pertinent	data on sub	surface locations a	nd measured	and true vertical dep	ths. Give blowout	
reventer program, if any	<u></u>	-\ 018 (····	
	P Simon		94° (
SIGNED	L. Jacobs	TITI	Æ	Geologist		DATE2-4	4-76	
(This space for Feder	ral or State office use)							
PERMIT NO.			APPRO	OVAL DATE				
			**					

NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

All distances must be from the outer boundaries of the Section. Well No. Operator Legse 1 Big 8 Dugan Production Corporation Township Range County Section Unit Letter San Juan 9 West 24 North Actual Footage Location of Well: 840 line South line and 1530 feet from the Dedicated Acreage: Ground Level Elev. Producing Formation 320 Acres Dakota 1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below. 2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty). 3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling. etc? If answer is "yes," type of consolidation __ Yes If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.). No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission. CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. Fim L. Jacobs Position Geologist Dugan Production Corp. Date OLE NEW PARTY SEC. And SUN ED LAND SUN February 2, 1976 Registered Professional Engineer and/or Land Surveyor E.V. Echohawk LS

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. I hereby certify that the foregoin,	As true and correct			
		The state of the s		
		ANEXA CO		
		1	a to grow	
		.		
	SEE AT	PACHED REPORT		
. DESCRIBE PROPOSED OF COMPLETED proposed work. If well is dir- nent to this work.) *	operations (Clearly state all per ectionally drilled, give subsurface	tinent details, and give perfinent dates, locations and measured and true vertica		
(Other)	CHANGE PLANS	(Other) (Nove: Report results Completion or Recomple	Operation of multiple completion on etion Report and Lag form.	
SHOOT OR ACTOIZE	MULTIPLE COMPLETE ABANDON*	FRACTURE TREATMENT SHOOTING OR ACIDIZING	ALTERING CASI	•
TEST WATER SHUT-OFF	PULL OR ALTER CASING	WATER SHUT-OFF	REPAIRING WE	
NOTICE OF IN			ENT REPORT OF:	
· Charle		L' GR de Nature of Notice, Report, or C	San Juan	<u> </u>
4. PERMIT NO.	15. ELEVATIONS (Show wheth		12. COUNTY OR PARISH	13. STATE
	2.3 0.0 [11]		Sec 8, T2 N	-
At surface 1530' FSL - 840' FWL			Wildcat DX - Bisti	
Box 234, Farmi coextron or wath (Report location See also space 17 below.)	ington, NM 87401 on clearly and in accordance with	any State requirements.	10. FIELD AND POOL, OR	WHECAT
Dugan Froducti			9. WHATE NO.	
NAME OF OPERATOR			S. FARM OR LEASE NAME	
0H. [T] GAS 57]	-	The Property	7. UNIT AGREEMENT NAME	E
	OTICES AND REPORT OPERATION FOR PERMIT OF A	IS ON WELLS plug back to a different reservoir. uch proposals.)		2.4 2.11.22
		The second secon	NN 25440	no morne Viv
	RTMENT OF THE INT GEOLOGICAL SURVEY		5. LEASE BESIGNATION AT	,



Dugan Production Corp.
Big 8 #1
1530' FSL - 840' FWL
Sec 8, T24N, R9W
San Juan County, New Mexico
Elevation - 6771' GR

MORNING REPORT

1-19-76	Moved in L & B Speed Drill and spudded 12-1/4" hole, drilled to 90'.	
1-20-76	Finished drilling 12-1/4" hole to 190' GR. Ran 6 jts 8-5/8' OD 24# 8R ST&C csg, TE 188' set @ 199' RKB, cemented by Woodco w/115 sx Class "B" w/2% CaCl. FOB 3:30 PM 2-19-76.	
	WAITING ON ROTARY TOOLS	
3-7-76	Moved in and rigged up Young Drilling Company. Drilled to 15somethin feet (report by Herman Walters).	g
3-8-76	Trip for Bit #3 @ 2633'. WT 9.0 VIS 36 WL 7.0	
3-9-76	Drilling @ 3322' w/Bit #5 WT 8.9+ VIS 36 WL 6.0 PH 9.5	
3-10-76	Trip @ 3833' for Bit #6 WT 9.0+ VIS 40 WL 6.0 PH 9.5	
3-11-76	Drilling @ 4370' w/Bit #8 WT 9.1 VIS 37 WL 7.0 DEV 1-3/4° @ 4274'	
3-12-76	Trip @ 4775' for Bit #8. WT 9.2 VIS 04 WL 8 PH 9.5 DEV 1-3/40 @ 4719'	
3-13-76	Trip @ 5075 for Bit #10 WT 9.1 VIS 37 WL 6.0 PH 9.5	
3-14-76	Drilling @ 5412' w/Bit #11 WT 9.2 VIS 38 WL 6.6 PH 9.0 DEV 1-1/2 @ 5393'	
3-15-76	Drilling @ 5745' w/Bit #12 WT 9.2 VIS 38 WL 5.6 PH 8.8 DEV 2-1/4 @ 5680'	
3-16-76	Drilling @ 6170' w/Bit #13 WT 9.2 VIS 38 WL 5.2 PH 8.5 DEV 2° @ 6084'	

Dugan Production Corp. Big 8 #1 Page 2



MORNING REPORT (Cont'd)

3-17-76	Drilling @ 6372'			
	WT 9.2	VIS 38	WL 5.4	PH 9

- 3-18-76 TD 6392'. Conditioned hole, made short trip, attempted to run logs, hit bridge @ 265'. Made short trip 30 stands, circulated hole, attempted to log, hit bridge @ 310'. Ran 6 stands, drilled out bridges. Go International ran IES and density-gamma ray logs.
- 3-19-76

 TD 6392'. Laid down drill pipe. Ran 204 jts 4-1/2" OD 10.5# K-55
 8R ST&C CF&I csg set @ 6392'. Had trouble breaking circulation.
 Cemented first stage w/300 sx 4% gel (456 cu ft) 1/4# cello-flake/sk,
 good mud returns while cementing. Max cementing press 600 psi,
 worked csg while cementing. POB 10:30 PM 3-18-76. Opened Baker
 stage tool @ 4430', circulated hole 4 hrs thru stage tool.
 Cemented second stage w/525 sx 65-35 plus 12% gel plus 1/2#
 cello-flake/sk (slurry volume 1328 cu ft). Good mud returns
 while cementing. Max cementing press 1000 psi. POB 3:15 AM
 3-18-76. Had approx one bbl cement to surface. Released rig.

WAITING ON COMPLETION RIG

DAILY REPORT

- 4-16-76 Moved in Farmington Well Service Rig #6. Set csg pack off, welder trimmed and bevelled csg, installed tbg head and BOP. Went in hole with 3-7/8" bit on 2-3/8" OD tbg. Tagged stage collar @ 4430'.
- 4-17-76 Drilled stage collar, cleaned out 18' cement above float collar, cleaned out to 6375', circulated hole clean.
- 4-18-76 Shut down Easter Sunday.
- Western Company pressure tested csg and BOP to 4000 psi held OK. Circulated hole. Spotted 300 gal 15% HCl. Pulled tbg. Go International ran gamma-ray correlation log, hit btm @ 6362'. Ran perf gun, unable to spud past 6362'. Ran bond log. Went in hole with 2-3/8" tbg, circulated cut 13' of frac sand.
- 4-20-76

 PBTD 6375'. Pressure tested csg and BOP to 4000 psi held OK. Spotted 300 gal 15% HCl. Pulled tbg, went in hole w/perf gum, tagged up @ 6370'. Perforated one jet/ft 6353-69'. Broke down perf, pumped 100 bbls wtr, IR 32 B/M @ 3600 psi, ISDP 1800 psi. Perforated one jet/ft 6255-69' and 6278-90'. Western Company frac Dakota fm using 1628 bbls wtr, 58,700 lbs 20-40 sd, 2979 hp, 2½# FR-2/1000 gal wtr, shut down after 50 bbls pad ISDP 1400 psi, IF 3000 psi, Max 3800 psi, Avg 3260 psi, Min 2900 psi, Final 3700 psi, Avg IR 37.4 B/M, ISDP 2200 psi. Made 2 ball drops of 15 balls each: first drop 200 psi increase; second drop w/300 gal 15% HCl 100 psi press increase. Shut well in 8 hrs. Opened well to pit overnight.

Dugan Production Corp. Big 8 #1 Page 3



DAILY REPORT (Cont'd)

- Well flowing by head w/small amount of flammable gas, wtr slightly salty. Went in hole w/tbg, had 5' sand fill. Swabbed well 8 hrs, swabbing est 80 bbls wtr/hr. Wtr gas cut. Csg press 100 psi, fluid level 500'. Left tbg open overnight.
- 4-22-76

 SI csg press 500 psi. Well had not flowed thru tbg overnight.
 Fluid level 500'. Made 2 swab runs. Checked sand fill-up, had
 12' of sand in well bore. Circulated sand out of hole. Pulled
 tbg. Ran Baker Model "R" packer set @ 6330'. Swabbed perfs 6353-69'
 thru tbg, swabbed 5 hrs, well making enough gas to blow wtr off swab
 but will not flow. Left tbg open overnight.
- 4-23-76 Well kicked off during night, flowing by heads, show of oil, est 500 MCFGPD (oil golden color). Moved packer up hole, set @ 6230'. All Dakota perfs open below packer. Swabbed well, well kicked off making est 1000 MCFGPD w/heavy spray of wtr. Left well open overnight.
- Well flowing est 1500 MCF w/heavy spray of oil and wtr (oil from all zones dark green color). Killed well, pulled tbg and packer, set Baker Model "D" packer on wire line @ 6200'. Perforated one jet/ft 6125-40' and 6154-66'. Ran Baker Model "R" packer on 2-3/8" OD tbg set @ 6077'. Swabbed tbg dry, no fluid entry, filled back side of tbg, pressured to 500 psi. Acidized Greenhorn fm using 1000 gal 15% HCl. Dropped 25 balls in acid. IF 3725 psi, Max 3725 psi, broke from 3600-3325' when acid hit, Avg 3300 psi, Final 3500 psi, Avg IR 2.2 B/M, Max IR 2.8 B/M. Small press increase when balls hit. ISDP 3000 psi, 5-Min SI 2975 psi. Swabbed well, recovered approx 1/4 of acid, well making est 50 MCF w/some light oil. Shut well in.
- 4-25-76 Sunday did not work
- Shut-in tbg press 200 psi. Swabbed well, had 1500' of oil, no wtr. Second run recovered 200' of oil, no wtr. Well making est 50 MCF. Loaded 2-3/8" tbg w/wtr, pulled Baker Model "R" packer. Ran 5 jts 1-1/4" OD 2.3# J-55 10R IJ tbg below seal assy and Baker Model "F" nipple above seal assy. 196 jts 2-3/8" OD 4.7# J-55 8R EUE tbg plus one 4' tbg sub placed first under donut. TE 6353.86' set @ 6365' RKB. Tbg stung into Baker Model "D" packer @ 6200'. Kicked well off with three swab runs. Well flowing to pit making est 1800 MCF w/heavy spray of wtr and oil. Let well flow to pit over night.
- 4-27-76 After flowing to pit 16 hrs well making est 1200 MCF w/heavy spray of oil and wtr, some slugs of wtr. Shut well in.
- 4-28-76 Blow well one hr, unloaded slug of oil and wtr, flowing strong and steady after one hr. Shut well in for test.

SHUT-IN FOR INITIAL POTENTIAL TEST



DIRECTOR

JOE D. RAMEY

OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO

1000 RIO BRAZOS RD. - AZTEC

87410

LAND COMMISSIONER
PHIL R. LUCERO

STATE GEOLOGIST EMERY C. ARNOLD

February 13, 1976

Mr. T. A. Dugan Dugan Production Corp. Box 234 Farmington, New Mexico 87401

Re: Dugan Production Corp Big 8 # 1 L-8-24N-9W

Dear Tom:

The intention to drill the above captioned well is approved for drilling a Basin Dakota well.

If the well is to be completed in the Bisti Lower Gallup Oil Pool, an acreage dedication plat will be required and approval of the non-standard location will be required if the current pool rules remain in effect.

If there are questions please contact us.

Yours very truly,

A. R. Kendrick,

Supervisor District #3

ARK/mm