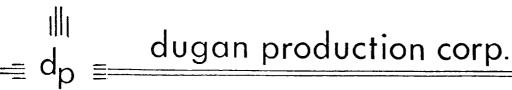
| Form 9–331 Dec. 1973 | Form Approved. Budget Bureau No. 42-R1424 | | |
|---|--|--|--|
| UNITED STATES | 5. LEASE | | |
| DEPARTMENT OF THE INTERIOR | NM 11089 | | |
| GEOLOGICAL SURVEY | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME | | |
| SUNDRY NOTICES AND REPORTS ON WELLS | 7. UNIT AGREEMENT NAME | | |
| (Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use Form 9–331–C for such proposals.) | 8. FARM OR LEASE NAME Aggie Deal | | |
| 1. oil gas XX other | 9. WELL NO. | | |
| 2. NAME OF OPERATOR | #1 | | |
| Dugan Production Corp. | 10. FIELD OR WILDCAT NAME P.C. | | |
| 3. ADDRESS OF OPERATOR P 0 Box 208, Farmington, NM 87401 | 11. SEC., T., R., M., OR BLK. AND SURVEY OR | | |
| 4. LOCATION OF WELL (REPORT LOCATION CLEARLY. See space 17 | AREA | | |
| below.) | Sec 8 T26N R12W | | |
| AT SURFACE: 1850' FSL - 1720' FWL | 12. COUNTY OR PARISH 13. STATE | | |
| AT TOP PROD. INTERVAL: AT TOTAL DEPTH: | San Juan NM | | |
| | 14. API NO. | | |
| 16. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA | 15. ELEVATIONS (SHOW DF, KDB, AND WD) 5991 GR | | |
| REQUEST FOR APPROVAL TO: SUBSEQUENT REPORT OF: | | | |
| TEST WATER SHUT-OFF | N. | | |
| FRACTURE TREAT | | | |
| SHOOT OR ACIDIZE | (NOTE: Report results of multiple completion or zone | | |
| PULL OR ALTER CASING | change on Form 9-330.) | | |
| MULTIPLE COMPLETE | | | |
| CHANGE ZONES | | | |
| (other) | | | |
| 17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state including estimated date of starting any proposed work. If well is d measured and true vertical depths for all markers and zones pertinent | rectionally diffied, give substitute locations and | | |

See attached report for spud 1-13-81 and 2-7/8" csg. 1-17-81.

| Subsurface Safety Valve: Manu. and Type | | Set @ . | Ft. |
|---|--------------------------------|---------|-----|
| 18. I hereby certify that the foregoing is true and correct | t | | - |
| SIGNED Thomas A Dudan | Engineer DATE | 1-21-81 | |
| (This space for | r Federal or State office use) | | |
| APPRUVED BY | DA | TE | |
| CONDITIONS OF APPROVAL, IF ANY: FARMINGTON SISTEMAT | NANOCC | | |



DUGAN PRODUCTION CORP. Aggie Deal #1 1850' FSL - 1720' FWL Sec 8 T26N R12W San Juan County, NM

MORNING REPORT .

- 1-13-81 Moved in and rigged up Morrow Drlg. Co. Spudded 8-3/4" hole at 1:00 p.m. 1-12-81. Drilled to 91'. Ran 2 jts. 7" OD, 23#. 8 Rd, ST&C, "B" condition csg. T.E. 89' set at 89' GL. Cemented w/ 35 sx class "B" neat. POB at 4:00 p.m. 1-12-81. Good cement to surface.
- 1-14-81 Drlg. 5" hole at 580'
- 1-15-81 Drlg. 5" hole w/ wtr. at 1080'
- 1-16-81 TD 1280' Finished drilling 5" hole. Conditioned hole and ran logs by Southwest Surveys.
- 1-17-81 T.I.H. and laid down drill pipe. Rigged up and ran 41 jts. 2-7/8" OD, 6.5#, Acme thrd. E.U.E. tbg for csg w/ x-over from Acme EUE thrd to 2-7/8" NEUE 10 Rd thrd on top. T.E. 1264.18' set at 1263' G.L. Cemented with 75 sx 2% lodense w/ ¼# cello-flake per sx followed by 50 sx class "B" w/ ½# cello-flake per sx. Good circulation while cementing reciprocated pipe OK while cementing. (Cement circulated to surface.) POB at 12:30 p.m. 1-16-81. Waiting on completion.