6 BLM 1 File Form approved. Budget Bureau No. 1004-0135 Form 3.60-5 UNITED STATES SUBMIT IN TRIPLICATE*
DEPARTMENT OF THE INTERIOR verse alde) Expires August 31, 1985 (November 1983) 5. LEASE DESIGNATION AND BERLAL NO. (Formerly 9-331) NM 33040 BUREAU OF LAND MANAGEMENT 6. IF INDIAN, ALLOTTER OR TRIBE NAME 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—" for such proposals.) 7. UNIT AGREEMENT NAME ARLY X WELL | 8. FARM OR LEASE NAME 2. NAME OF OPERATOR DUGAN PRODUCTION CORP. Faith 9. WELL NO. ADDRESS OF OPERATOR P O Box 208, Farmington, NM 87499 LOCATION OF WELL (Report location clearly and in accordance with any State restaurance 17 below.)
At surface 3 10. FIELD AND POOL, OR WILDCAT WAW Pictured Cliffs 790' FSL - 2240' FWL 11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA **BUREAU OF LAND MANAGEMENT FARMINGTON RESOURCE AREA** Sec. 18, T27N, R13W, NMPM 16. ELEVATIONS (Show whether DF, ET, GR, etc.) 12. COUNTY OR PARISH 13. 14 PERMIT NO. San Juan NM 6065' GR 16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF : TEST WATER SHUT-OFF PULL OR ALTER CASING WATER SHUT-OFF REPAIRING WELL MULTIPLE COMPLETE ALTERING CABING FRACTURE TREATMENT PRACTURE TREAT SHOOT OR ACIDIZE ABANDON* SHOOTING OR ACIDIZING ABANDONMENT[®] REPAIR WELL CHANGE PLANS (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.) Approximate Plugging Date 17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and sones pertinent to this work.)* In response to BLM letter dated 9-30-86, Dugan Production's #3 Faith well has not been plugged. Dugan Production Corp. is now coordinating plans to plug several Pictured Cliffs wells in the #3 Faith area. Dugan Production will plug the #3 Faith around the end of October. OCT 1 6 1986 OIL CON. DIV rue and correct 18. I hereby certify that the foregoing is 10-13-86 Geologist Sherman (This space for Federal or State office use) DAUCT 14 1986 APPROVED BY CONDITIONS OF APPROVAL, IF ANY: FARMINGTON RESSURGE AREA Smm

Title 18 U.S.C. Section 1001, makes 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.

*See Instructions on Reverse Side