ceived by OSD i 12/12/2024 8:113:5	50 AM State of New Me	exico	Form C-10
Office District I – (575) 393-6161	Energy, Minerals and Natural Resources		Revised July 18, 201
District II (575) 748 1283		WELL API NO. 30-045-33927	
811 S. First St., Artesia, NM 88210	OIL CONSERVATION DIVISION		5. Indicate Type of Lease
<u>District III</u> – (505) 334-6178 1000 Rio Brazos Rd., Aztec, NM 87410	1220 South St. Fra		STATE FEE
<u>District IV</u> – (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM 87505	Santa Fe, NM 8'	7505	6. State Oil & Gas Lease No. B-11571
SUNDRY NO (DO NOT USE THIS FORM FOR PROPERTY OF THE PROPERTY O	TICES AND REPORTS ON WELLS POSALS TO DRILL OR TO DEEPEN OR PL	UG BACK TO A	7. Lease Name or Unit Agreement Name
PROPOSALS.)	LICATION FOR PERMIT" (FORM C-101) F	OR SUCH	Sponge Bob SWD
1. Type of Well: Oil Well	Gas Well Other SWD		8. Well Number
2. Name of Operator Dugan Production Corp.			9. OGRID Number 006515
3. Address of Operator PO Box 420, Farmington, NM 8	37499-0420		10. Pool name or Wildcat SWD; Morrison Bluff Entrada (96162)
4. Well Location			
Unit Letter K : 230			
Section 36		14W NMPM	San Juan County
	11. Elevation (Show whether DR 5608' GR	R, KKB, K1, GK, etc.,	
12. Check A	Appropriate Box to Indicate Na	ature of Notice, R	Report or Other Data
NOTICE OF I	INTENTION TO:	SUB	SEQUENT REPORT OF:
PERFORM REMEDIAL WORK		REMEDIAL WOR	
TEMPORARILY ABANDON	_	COMMENCE DRI	-
_	☐ MULTIPLE COMPL ☐	CASING/CEMENT	ΓJOB □
DOWNHOLE COMMINGLE			
CLOSED-LOOP SYSTEM [OTHER:		OTHER:	MIT 🖂
13. Describe proposed or comp			give pertinent dates, including estimated dat
of starting any proposed we proposed completion or rec		. For Multiple Com	pletions: Attach wellbore diagram of
	ducted an MIT on the well on 12/11/2024	per the following proc	edure:
 Notified NMOCD 24 hours be Conducted Bradenhead test or 	efore pressure test. In the well per NMOCD requirements. Brain the well per NMOCD requirements.	adenhead test report is	attached
 Hooked Wilson Pressure Test 	ting Service's pressure truck to 5½" injecting	tion casing.	
 Verified pressure recorder cha 20 psi intervals. 	arts, gauge, and spring for test requiremen	its. Check calibration of	date on meter. 1-Hour clock-1000 psi spring/char
• Pressure test 5½" 17# & 15.5	#, J-55 casing from surface to Nickel plat	ed Arrowset injection	packer set @ 6981'. Entrada perforations are at
7062'-7222'.Pressure tested at 565 psi for 3 minutes. Test passed.	30 minutes. Note pressures at the beginni	ng and end of 30 minu	tes. Ending pressure at 570 psi. Held good for 30
Conduct kill test.			
Signed pressure recorder charReturned well back to injection			
Spud Date:	Rig Release Dat	te:	
×1			11.11.0
I hereby certify that the information	above is true and complete to the be	st of my knowledge	and belief.
SIGNATURE Aliph Ree	naTITLE_Engine	ering Supervisor	_DATE12/12/24
Type or print name _Aliph Reena, F	na TITLE Engine P.E. E-mail address: _Alip		DATE12/12/24
Type or print name _Aliph Reena, F For State Use Only	P.E. E-mail address: <u>Alip</u>	oh.Reena@duganpro	duction.com_ PHONE: _505-360-9192
Type or print name <u>Aliph Reena, F</u> For State Use Only	P.E. E-mail address: _Alip		duction.com_ PHONE: _505-360-9192

Dugan Production Corp. conducted an MIT on the well on 12/11/2024 per the following procedure:

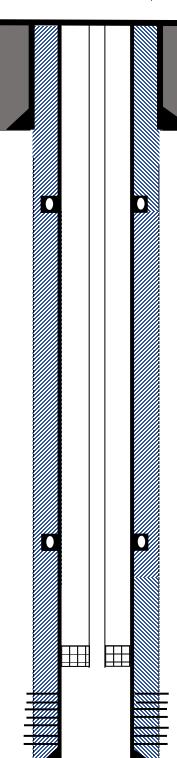
- Notified NMOCD 24 hours before pressure test.
- Conducted Bradenhead test on the well per NMOCD requirements. Bradenhead test report is attached.
- Hooked Wilson Pressure Testing Service's pressure truck to 5½" injection casing.
- Verify pressure recorder charts, gauge, and spring for test requirements. Check calibration date on meter. 1-Hour clock-1000 psi spring/chart, 20 psi intervals.
- Pressure test 5½" 17 & 15.5#, J-55 casing from surface to Nickel plated Arrowset injection packer set @ 6981'. Entrada perforations are at 7062'-7222'.
- Pressure tested at 565 psi for 30 minutes. Note pressures at the beginning and end of 30 minutes. Ending pressure at 570 psi. Held good for 30 minutes. Test passed.
- · Conduct kill test.
- · Signed pressure recorder chart attached.
- Returned well back to injection on 12/11/2024.

Current Injection Wellbore Schematic

Dugan Production Corp. Sponge Bob SWD #1 API: 30-045-33927

Sec 36 T30N R14W

Injection Zone: Morrison Bluff Entrada



Surface Casing: 8-5/8", 24# casing set @ 359' **Cement Job:** 200 sks, 236 cu.ft Type 5 cement Circulated 10 bbls cement to surface.

Injection Casing: 5 %", 15.5# & 17 # J-55 Casing to 7441' Cement Job: Cement 1st stage w/ 310 sks 65/35 w/ 6% gel. Stage II, 370 sks 65-35 6% tailed w/ 100 sks 50-50 poz. Stage III, 242 sks 65-35 w/ 6% gel tailed w/ 100 sks 50-50- poz Circulated 21 bbls cement to surface.

DV tools: 1484' & 4230'

2-7/8" IPC Coated tubing: 6981' (EOT at injection packer)

Arrowset Injection Packer Setting Depth: 6981'

Injection Zone: Entrada

Injection Perforations: 7062'-7222'



NEW MEXICO ENERGY, MONERAILS & NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE
1000 RIO BRAZOS ROAD
AZTEC NM 87410
(505) 334-6178 FAX: (505) 334-6170
http://emnrd.state.nm.us/ocd/District III/3distric.htm

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BRADENHEAD TEST REPORT

(submit 1 copy to above address)

9	,					
Date of Test <u>12-11-24</u> Operator	Dugan Production API #30-045-33927					
Property Name Spange Bob SWD Well No. 1	Location: Unit K Section 36 Township 30N Range 14W					
Well Status(Shut-In or Producing) Initial PSI: Tub	oing 920 Intermediate NA Casing O Bradenhead O					
OPEN BRADENHEAD AND INTERMEDIATE T	O ATMOSPHERE INDIVIDUALLY FOR 15 MINUTES EACH					
PRESSURE Testing Bradenhead INTERM BH Int Csg Int Csg	FLOW CHARACTERISTICS BRADENHEAD INTERMEDIATE					
TIME S NA S	Steady Flow					
10 min Ø (Ø	Surges					
15 min Ø	Down to Nothing					
20 min	Nothing X					
25 min	Gas					
30 min	Gas & Water					
	Water					
If bradenhead flowed water, check all of the description	s that apply below:					
CLEAR FRESH SALTY SULFUR BLACK						
5 MINUTE SHUT-IN PRESSURE BRADENHEA	AD Opi INTERMEDIATE NA					
REMARKS: Nothing on the Bn when opened - not	ring on the Bh ofter 5min shot in-					
010 0) (0.21						
PURQ) (981'						
By flysv W	Vitness W NMOCD					
(Position)	/					
E-mail address						



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

MECHANICAL INTEGRITY TEST REPORT

(TA OR UIC)

Date of Test 12-11-24 Operator Dugan Production API # 30-045-33927
Property Name Sponge Bob SWD Well # 1 Location: Unit K Sec 36 Twn 30 Rge 14W
Land Type: State_X
Temporarily Abandoned Well (Y/N): 5year test TA Expires:
Casing Pres. Bradenhead Pres. Tubing Pres. Tubing Pres. Tog. SI Pres. Tubing Pres. Tog. Inj. Pres. The state of the
Pressured annulus up topsi. for
REMARKS: Pressured up In 576505i - pressure held at 5650si for the artise 30 min text
PKR @ 6981' 1000H-gring-lhr chart 11-6-24
By (Operator Representative) Witness (NMOCD) '
(Position) Revised 02-11-02

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Sante Fe Main Office Phone: (505) 476-3441

General Information Phone: (505) 629-6116

Online Phone Directory https://www.emnrd.nm.gov/ocd/contact-us

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

CONDITIONS

Action 410988

CONDITIONS

Operator:	OGRID:
DUGAN PRODUCTION CORP	6515
PO Box 420	Action Number:
Farmington, NM 87499	410988
	Action Type:
	[C-103] Sub. Workover (C-103R)

CONDITIONS

Created By	Condition	Condition Date
mkuehling	MIT due prior to 12/11/2029	12/12/2024