

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

20-445-28730

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK

DRILL ☒

DEEPEN ☐

PLUG BACK ☐

b. TYPE OF WELL

OIL
WELL ☐

GAS
WELL ☒

(OTHER

SINGLE
ZONE ☒

MULTIPLE
ZONE ☐

2. NAME OF OPERATOR

SG Interests I, Ltd.

3. ADDRESS OF OPERATOR

P.O. Box 421, Blanco, NM 87412-0421

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)*

At surface

1490' FNL, 965' FEL

At proposed prod. zone

same

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*

approximately 4.5 miles southeast of Blanco

15. DISTANCE FROM PROPOSED*

LOCATION TO NEAREST
PROPERTY OR LEASE LINE, FT.
(Also to nearest drlg. unit line, if any)

965'

18. DISTANCE FROM PROPOSED LOCATION*

TO NEAREST WELL, DRILLING COMPLETED,
OR APPLIED FOR, ON THIS LEASE, FT.

600'

16. NO. OF ACRES IN LEASE

640

19. PROPOSED DEPTH

2260'

17. NO. OF ACRES ASSIGNED
TO THIS WELL

5/320 307.8

20. ROTARY OR CABLE TOOLS

Rotary

21. ELEVATIONS (Show whether DF, RT, GR, etc.)

5733 5738 GL, 5751'

22. APPROX. DATE WORK WILL START*

July 24, 1992

23. PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
12-1/4"	8-5/8"	24#, J-55	250'	200 sx Class B w/2% CaCl ₂
7-7/8"	5-1/2"	15.5#, J-55	2260'	240 sx 65/35 Pozmix w/6% gel
				100 sx Class B neat tail

SG Interests I, Ltd., proposes to drill a vertical well to develop the Basin Fruitland Coal formation at the above described site in accordance with the attached drilling and surface use programs.

This application is also serving as an application to obtain BLM road Right-Of-Way. The right-of-way will be on an existing road extending from "Sullivan Road" to the location. The distance is approximately 4.55 miles and the requested ROW is 30 feet in width. The proposed ROW crosses the NWNW of Section 35, the NENE and SENE of Section 34, all in T29N, R9W, San Juan County, New Mexico.

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

24.

SIGNED

A. M. O'Hare

Agent for SG Interests, I, Ltd.

DATE

7/2/92

(This space for Federal or State use)

PERMIT

APPROVAL DATE

APPROVED
AS AMENDED

APPROVED

JUL 28 1992

TITLE

NMOCD

JUL 23 1992

AREA MANAGER

OIL CON. DIV.
DIST. 3

*See Instructions On Reverse Side

Submit to Appropriate
District Office
State Lease - 4 copies
Fee Lease - 3 copies

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised 1-1-89

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

RECEIVED
ELM

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

92 JUL -6 PM 1:32

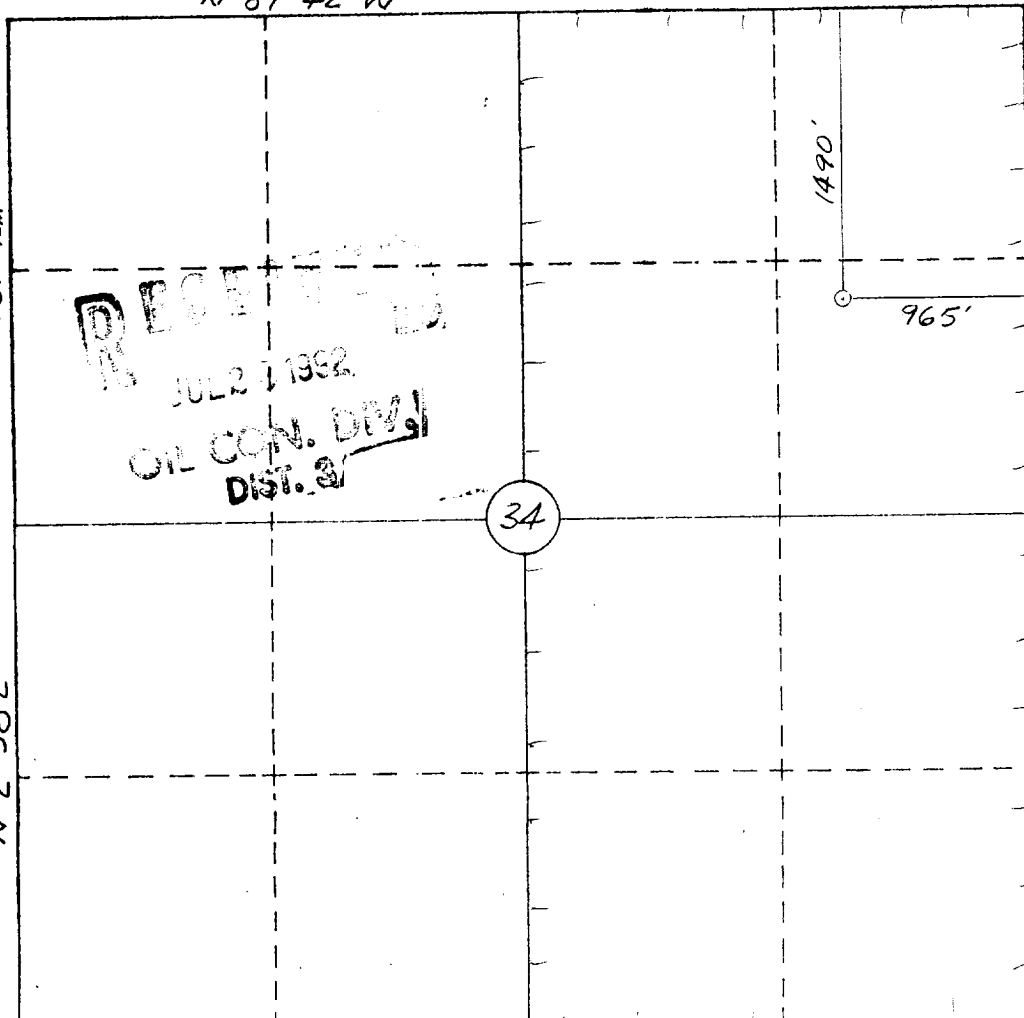
SIS FARMINGTON, N.M.

Operator S G INTERESTS I, LTD.		Lease FEDERAL 29-9-34		Well No. 1
Unit Letter H	Section 34	Township 29 N	Range 9 W	County San Juan
Actual Footage Location of Well: 1490 feet from the North line and 965 feet from the East line				
Ground level Elev. 5733	Producing Formation Fruitland Coal		Pool Basin Fruitland	Dedicated Acreage: E/307.8 - 3.27 Acres
<p>1. Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.</p> <p>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).</p> <p>3. If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.? <input type="checkbox"/> Yes <input type="checkbox"/> No If answer is "yes" type of consolidation _____</p> <p>If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) _____</p> <p>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 interest, has been approved by the Division.</p>				

0 330 660 990 1320 1650 1980 2310 2640 2970 3300 3630 3960 4290 4620 4950 5280 5610 5940 6270 6600

N 89°42' W

79.17 ch.



OPERATOR CERTIFICATION

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

Signature

Printed Name

A. M. O'Hare

Position

President/Agent

Company Maralex Resources, Inc.
Agent for SGI I, Ltd.

Date

7/2/92

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

6-26-92

Date Surveyed

William B. Mahnke II

Signature & Seal of
Professional Surveyor

WILLIAM B. MAHNKE II
NEW MEXICO
#8466
CERTIFICATE NO. 8466
PROFESSIONAL LAND SURVEYOR

LARGO

S G INTERESTS I, LTD.
FEDERAL 29-9-34 #1
1490'FNL & 965'FEL
Sec.34, T29N, R9W
San Juan Co., N.M.
Plat No. 1