

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

30-045-28741

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

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

At surface

845' FSL, 845' FWL

At proposed prod. zone

same

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

2.5 miles southeast of Blanco

10. DISTANCE FROM PROPOSED\*

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

845'

16. NO. OF ACRES IN LEASE

928.450

18. DISTANCE FROM PROPOSED LOCATION\*  
TO NEAREST WELL, DRILLING, COMPLETED,  
OR APPLIED FOR, ON THIS LEASE, FT.

123'

19. PROPOSED DEPTH

2300'

17. NO. OF ACRES ASSIGNED  
TO THIS WELL

287.45

325.75

20. ROTARY OR CABLE TOOLS

Rotary

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

5758 5763' GGL, 5776' KB

This action is subject to technical and  
procedural review pursuant to 43 CFR 3165.3

22. APPROX. DATE WORK WILL START\*

July 20, 1992

23. PROPOSED EXISTING AND CEMENTING PROGRAM

DRILLING OPERATIONS AUTHORIZED ARE

SUBJECT TO COMPLIANCE WITH ATTACHED

QUANTITY OF CEMENT

GENERAL REQUIREMENTS

200 sx Class B w/2% CaCl<sub>2</sub>

195 sx 65/35 Pozmix w/6% gel

100 sx Class B neat tail

| SIZE OF HOLE | SIZE OF CASING | WEIGHT PER FOOT | SETTING DEPTH |
|--------------|----------------|-----------------|---------------|
| 12-1/4"      | 8-5/8"         | 24#, J-55       | 250'          |
| 7-7/8"       | 5-1/2"         | 15.5#, J-55     | 2300'         |

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 drilling program attached to this application.

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 0.95 miles and the requested  
ROW is 30 feet in width. The ROW crosses the SWNW, NESW, NWSE, and NESE of Section  
30, and the NWSW of Section 29 before terminating at the well location in SWSW  
of Section 29, 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*

TITLE Agent for SG Interests I, Ltd.

DATE 6/20/92

(This space for Federal or State office use)

PERMIT NO.

APPROVAL DATE

APPROVED BY

TITLE

DATE

CONDITIONS OF APPROVAL, IF ANY:

NMOCD

\*See Instructions On Reverse Side

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.

5. LEASE DESIGNATION AND SERIAL NO.

SF 080245

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME

Federal 29-9-29

9. WELL NO.

2

10. FIELD AND POOL, OR WILDCAT

Basin Fruitland Coal

11. SEC., T., R., M., OR BLK.  
AND SURVEY OR AREA

Sec 29, T29N, R9W

12. COUNTY OR PARISH

San Juan

13. STATE

NM

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  
BLM

92 JUN 22 AM 10:52

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

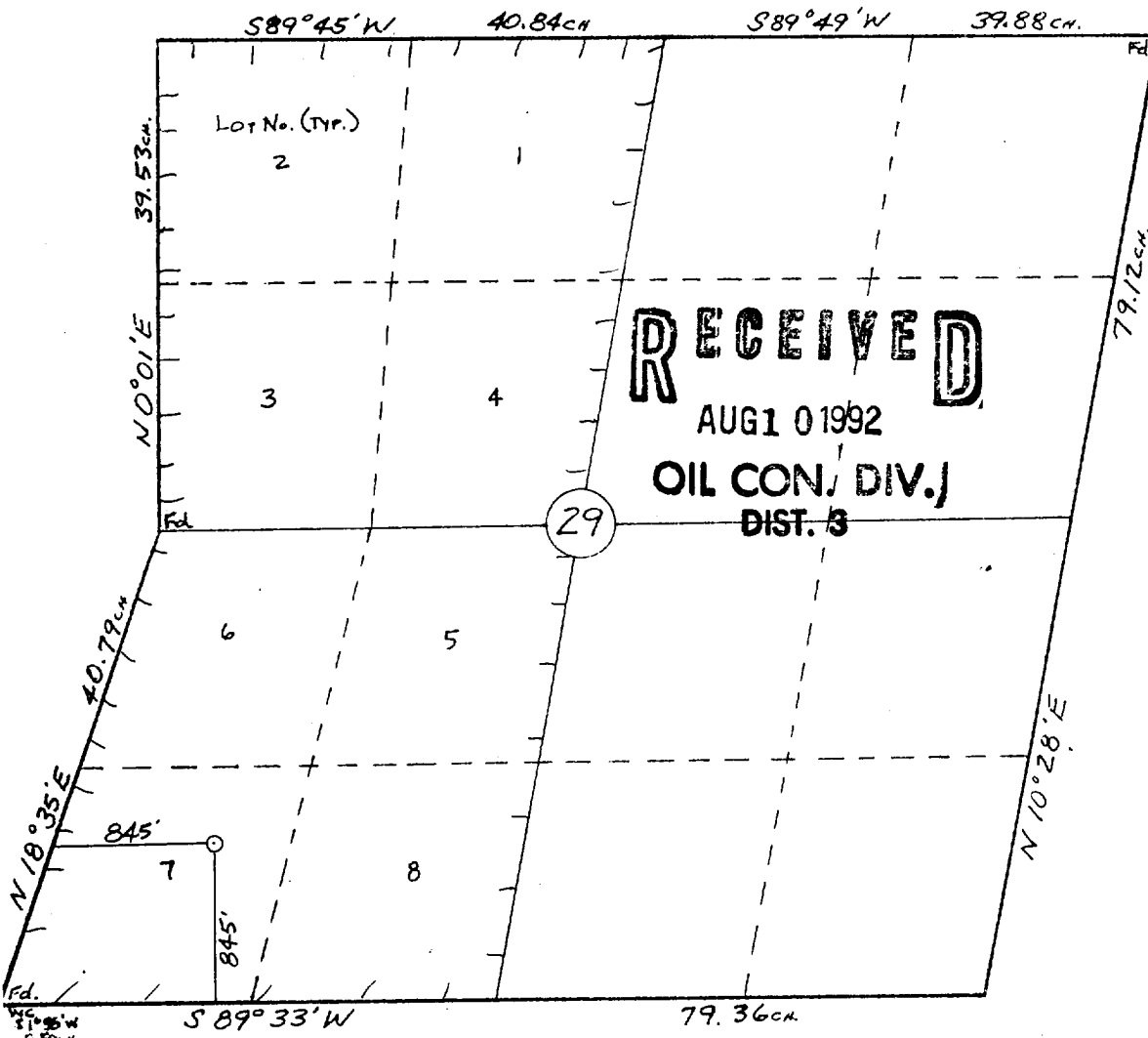
All Distances must be from the outer boundaries of the section

91S FARMINGTON, N.M.

|  |  |                         |                                 |   |                      |
|--|--|-------------------------|---------------------------------|---|----------------------|
| Operator<br><b>S G INTERESTS I, LTD.</b>   |  |                         | Lease<br><b>FEDERAL 29-9-29</b> |   | Well No.<br><b>2</b> |
| Unit Letter<br><b>M</b>  | Section<br><b>29</b>                         | Township<br><b>29 N</b> | Range<br><b>9 W</b>             | County<br><b>San Juan</b>                 |                      |
| Actual Footage Location of Well:<br><b>845</b> feet from the <b>South</b> line and <b>845</b> feet from the <b>West</b> line |  |                         |                                 |   |                      |
| Ground level Elev.<br><b>5758</b>  | Producing Formation<br><b>Fruitland Coal</b> |                         | Pool<br><b>Basin Fruitland</b>  | Dedicated Acreage:<br><b>325.75</b> Acres |                      |

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure 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 interest of all owners been consolidated by communitization, unitization, force-pooling, etc.?  
☐ Yes ☐ No If answer is "yes" type of consolidation \_\_\_\_\_  
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 interest, has been approved by the Division.

0 330 660 990 1320 1650 1980 2310 2640 2000 1500 1000 500 0



OPERATOR CERTIFICATION

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

Signature *A. M. O'Hare*

Printed Name **A. M. O'Hare**

Position **President/Agent**

Company **Maralex Resources, Inc./Agent for SGI, Ltd.**

Date

SURVEYOR CERTIFICATION

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

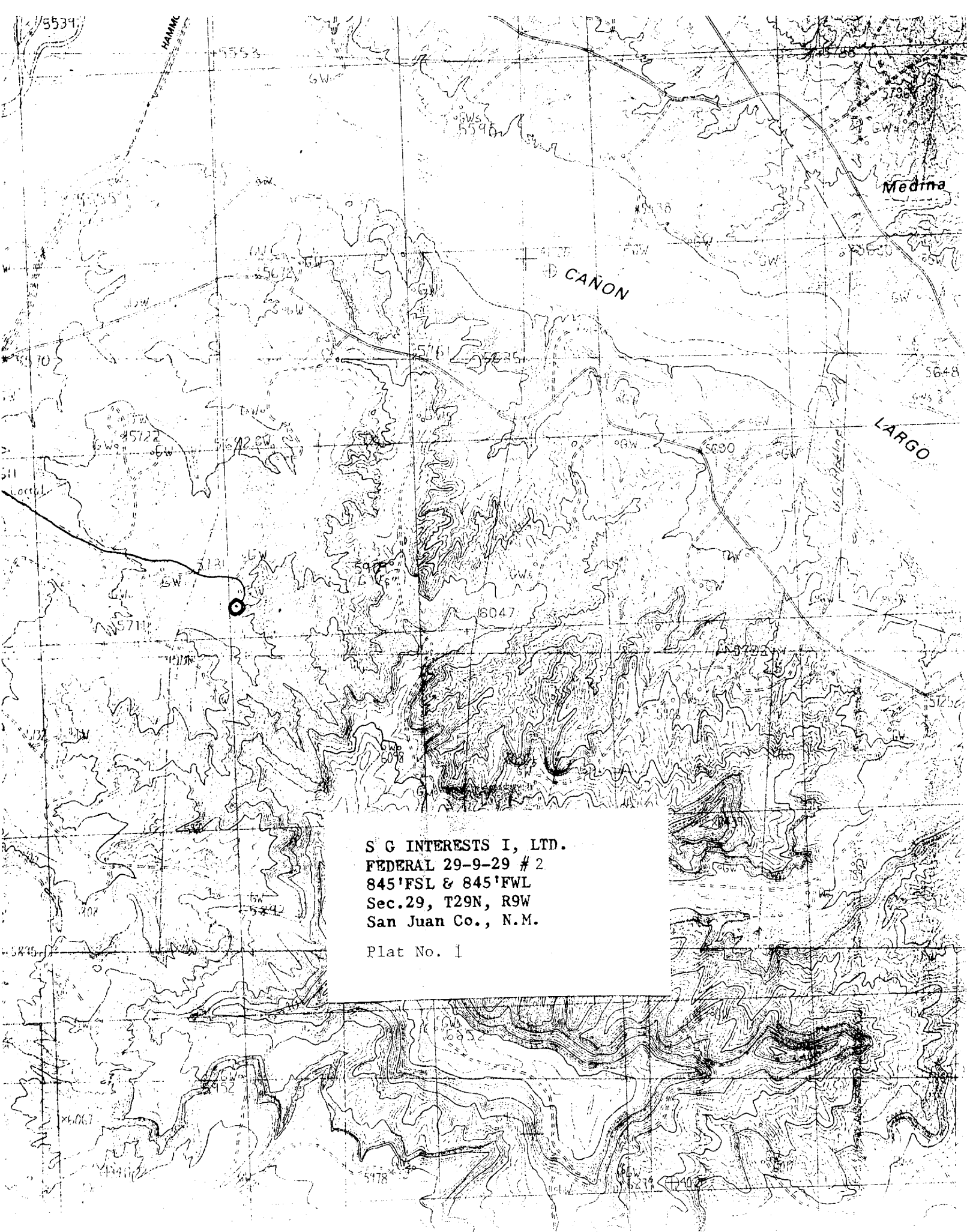
6-18-92

Date Surveyed

**William E. Mahnke II**

Signature & Seal of Professional Surveyor

Professional Land Surveyor  
#8466  
Certificate No. 8466



S G INTERESTS I, LTD.  
FEDERAL 29-9-29 # 2  
845'FSL & 845'FWL  
Sec.29, T29N, R9W  
San Juan Co., N.M.

Plat No. 1