Received by QCD to Appropriate bistrict 34	PM State of New Mex	tico	Form C-103 of 7
Office District I – (575) 393-6161	Energy, Minerals and Natura	al Resources	Revised July 18, 2013
1625 N. French Dr., Hobbs, NM 88240	. 6,,	V	VELL API NO.
<u>District II</u> – (575) 748-1283	OIL CONSERVATION		0-031-21091
811 S. First St., Artesia, NM 88210 <u>District III</u> – (505) 334-6178	1220 South St. France	1.5	. Indicate Type of Lease
1000 Rio Brazos Rd., Aztec, NM 87410			STATE FEE
<u>District IV</u> – (505) 476-3460	Santa Fe, NM 875	"	. State Oil & Gas Lease No.
1220 S. St. Francis Dr., Santa Fe, NM 87505		S	T-VA2344
	ICES AND REPORTS ON WELLS	7	. Lease Name or Unit Agreement Name
DIFFERENT RESERVOIR. USE "APPLI	SALS TO DRILL OR TO DEEPEN OR PLUC CATION FOR PERMIT" (FORM C-101) FOR	G BACK TO A	State 20-6-16
PROPOSALS.)	Gas Well Other		. Well Number #2
<ol> <li>Type of Well: Oil Well</li> <li>Name of Operator</li> </ol>	Gas Well Other	0	. OGRID Number
SG Interests I, Ltd. c/o Nika Energ	y Operating IIC		20572
3. Address of Operator	y Operating, LLC		0. Pool name or Wildcat
PO Box 2677, Durango, CO 8130	2 970-259-2701		asin Fruitland Coal (71629)
	2 770 237 2701		asin Futual Coar (71025)
4. Well Location			
	feet from the <u>North</u> line and <u>1980</u>		
Section 16	Township 20N	Range 06W	NMPM McKinley County
	11. Elevation (Show whether DR,	RKB, $RT$ , $GR$ , $etc.$ )	
	6843' GR		
12. Check A	ppropriate Box to Indicate Nati	ure of Notice, Rep	ort or Other Data
NOTICE OF IN	ITENITIONI TO	OLIDOF	OUENT DEDORT OF
NOTICE OF IN			EQUENT REPORT OF:
PERFORM REMEDIAL WORK	<del></del>	REMEDIAL WORK	☐ ALTERING CASING ☐
TEMPORARILY ABANDON		COMMENCE DRILLI	
PULL OR ALTER CASING	MULTIPLE COMPL	CASING/CEMENT J	OB $\square$
DOWNHOLE COMMINGLE			
CLOSED-LOOP SYSTEM		OTHER:	
OTHER:		OTHER:	e pertinent dates, including estimated date
	k). SEE RULE 19.15.7.14 NMAC.		
proposed completion or reco		For Munipic Compic	tions. Attach wendore diagram of
proposed completion of reco	improcion.		
MIRUSU, POOH with pump, rods, a	nd tubing. RIH with scraper to 497'	KB. POOH. RIH wi	th CIBP. Set@ 411' KB.
Top Perf @ 431'. Rolled hole with fi	resh H2O. RDMOSU. MIRU Drake	Energy Services. RI	H with 2" poly pipe to 408' KB.
Established circulation. Batched and			
topped off casing with 13 sx (3 Bbls)			
8	8		
Entire cement job witnessed by John	Durham with the NMOCD.		
3			
Spud Date:	Rig Release Date:		
I hereby certify that the information a	bove is true and complete to the best	of my knowledge and	l belief.
J und the information of	and complete to the best	,eage und	· · · · · · · · · · · · · · · · · · ·
SIGNATURE Wm Schwab III	TITLE Registered	Agent for SG Interes	DATE_ 03/22/2022
DIOIMI ORE WWW OUWAR III	TILL Registered	rigent for 50 filteres	DAIL <u>03/22/2022</u>
Type or print name William Schwak			
	III F_mail address: trinn@niles	energy com	PHONE: 970 250 2701
	<u>III E-mail address: tripp@nika</u>	energy.com	PHONE: 970-259-2701
For State Use Only	o III E-mail address: <u>tripp@nika</u>	energy.com	PHONE: 970-259-2701
		energy.com_	

Wellname		Location	PBTD	TD	Date	Report #
State 20-6-16	i #2	NENW Sec. 16, T20N, R6	W 609' KB	614' KB	09/02/21	1
		McKinley County, NM				
Operator:	S. G. Interests	l, Ltd.	DWS #31	AFE#		

Supervisor:	Kevin Harris	Weather: AM - partly cloudy, 57°. PM - cloudy, 70°.

#### Activity @ Report Time:

OCD good w/ job. Will RDMO to town in a.m.

#### Daily Activity:

TP/CP = 0/0 psig. BH = 0 psig. MIRU DWS Rig #31 and DWS pump truck. Held safety meeting. Blew well down, unhung well. LD 1-1/4" x 1-1/2" x 16' polish rod w/ liner and stuffing box. TOOH w/ 14 3/4" guided rods (5 snap-on guides/rod), four 1-1/4" sinker bars, no-tap tool, 2" x 1-1/2" x 12' insert pump. ND WH, NU BOP. TIH w/ 1 jt 2-3/8" 4.70# J-55 R-2 EUE 8rd tbg to tag fill, went to depth of 49702' KB, did not tag fill. TOOH w/ 1 jt tbg, LD. TOOH w/ 14 jts 2-3/8" 4.70# J-55 R-2 8rd EUE tbg, SN, tail jt, NC. TIH w/ used bit, 4-1/2" scraper, bit sub, 13 jts 2-3/8" 4.70# J-55 R-2 8rd EUE tbg, one 10' 2-3/8" pup jt to depth of 446.60' KB (show 5'KB). TOOH w/ one 10' 2-3/8" pup jt, 13 jts 2-3/8" tbg, bit sub, 4-1/2" scraper and used bit. TIH w/ CIBP, setting tool, 12 jts 2-3/8" 4.70# J-55 R-2 8rd EUE tbg, one 6' 2-3/8" pup jt. Set CIBP @ 410.85' KB, 20.15' up from top perf @ 431'. TOOH w/ one 6' 2-3/8" pup jt, 12 jts 2-3/8" tbg, bit sub, 4-1/2" scraper and used bit. TIH w/ cIBP, setting tool. ND BOP. Put B-1 flange on w/ 2" ball valve. Loaded csg w/ fresh water w/ DWS pump truck, pressure tested csg and CIBP to 525# for 5 min - held. OCD agent Thomas witnessed and was good with job. Secured location. RD. SDFN. Moved rig up to south CDP to wait and let roads dry out and do some work on road in a.m. SDFN. Called night watch. Will move to town in in a.m. Released crew @ 3 p.m.

Sent: rods to M&R SG stock; tbg to Cave to test; pump, Rattigan, stuffing box, polish rod to DWS pump shop; no-tap tool and donut to Conex box @ north CDP.

#### Cost Summary

	Daily	Cumulative	•	Daily	Cumulative
Rig	\$3,390	\$3,390	Trucking	\$390	\$390
Fuel		\$0	Water Hauling		\$0
Rental Tools (Select Tools)	\$2,038	\$2,038	Completion Fluids		\$0
Surface Rentals		\$0	Supervision	\$1,000	\$1,000
Wireline Services		\$0	Tubing		\$0
Testing (Tuboscope)		\$0	Rods		\$0
Acidizing		\$0	Pumps		\$0
Fracturing		\$0	Packers		\$0
N2, CO2		\$0	Wellhead		\$0
Contract Labor (night watch)	\$400	\$400	Surface Equipment		\$0
Dirt Work / Anchors		\$0	Miscellaneous		\$0
Daily Cost:	\$7,218	Cum. Cost:	\$7,218	AFE Cost:	

KB:	5'		Run in Well	
TD:	614' KB	Tbg:	Grade:	
PBTD:	609' KB	Weight:	Length:	
Csg Size:	4-1/2" 10.5# J-55	Seating Nipple:		
Perforations	431-441' gross interval	Tail jt:		
SPF:				
Phasing:				
	Pulled from Well			
Tbg:	14 jts 2-3/8" J-55, SN, tail jt			
Rods:	14 3/4" guided	Rods:		
Pony Rods:	one 2" 3/4"	Pony Rods:		
	four 1-1/4"sinker bars			
Pump:	2" x 1-1/2" x 12' insert	Pump		
Misc:	1-1/4" x 1-1/2" x 16' polish rod w/ liner and stuffing box; no-tap tool	Misc.		

Wellname	1	Location	PBTD	TD	Date	Report #
State 20-6-16	6 #2 NE	ENW Sec. 16, T20N, R6W	609' KB	614' KB	09/03/21	2
		McKinley County, NM				
Operator:	S. G. Interests I, Ltd.	RIG:	DWS #31	AFE#		

Supervisor:	Kevin Harris	Weather: AM - clear, 52°.

Activity	@	Report	Time:
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OCD good w/ job. Will RDMO to town in a.m.

# Daily Activity:

Crew arrived @ 7 a.m. to do repairs on rig. Keystone arrived and did work on road to be able to get rig off lease. Released rig.

Sent: rods to M&R SG stock; tbg to Cave to test; pump, Rattigan, stuffing box, polish rod to DWS pump shop; no-tap tool and donut to Conex box @ north CDP.

#### **Cost Summary**

	Daily	Cumulative		Daily	Cumulative
Rig	\$2,130	\$5,520	Trucking		\$390
Fuel		\$0	Water Hauling		\$0
Rental Tools (Select Tools)		\$2,038	Completion Fluids		\$0
Surface Rentals		\$0	Supervision	\$1,000	\$2,000
Wireline Services		\$0	Tubing		\$0
Testing (Tuboscope)		\$0	Rods		\$0
Acidizing		\$0	Pumps		\$0
Fracturing		\$0	Packers		\$0
N2, CO2		\$0	Wellhead		\$0
Contract Labor (night watch)		\$400	Surface Equipment		\$0
Dirt Work / Anchors	\$1,800	\$1,800	Miscellaneous		\$0
Daily Cost:	\$4,930	Cum. Cost:	\$12,148	AFE Cost:	

KB:	5'		Run in Well
TD:	614' KB	Tbg:	Grade:
PBTD:	609' KB	Weight:	Length:
Csg Size:	4-1/2" 10.5# J-55	Seating Nipple:	
Perforations	431-441' gross interval	Tail jt:	
SPF:			
Phasing:			
	Pulled from Well		
Tbg:	14 jts 2-3/8" J-55, SN, tail jt		
Rods:	14 3/4" guided	Rods:	
Pony Rods:	one 2" 3/4"	Pony Rods:	
	four 1-1/4"sinker bars		
Pump:	2" x 1-1/2" x 12' insert	Pump	
Misc	1-1/4" x 1-1/2" x 16' polish rod w/ liner and	Misc.	

Wellname	Locatio	n	PBTD	TD	Date	Report #
State 20-	6-16 #2 NENW S	ec. 16, T20N, R6W	609' KB	614' KB	09/22/21	3
	McKir	ley County, NM				
Operator:	S. G. Interests I, Ltd.	RIG:	DWS #31	AFE#		

Supervisor:	Kevin Harris	Weather: PM - clear, 74°.

#### Activity @ Report Time:

Will finish installing and cementing P&A marker in a.m.

#### Daily Activity:

No tbg in well. CP = 0 psig. BH = 0 psig. DWS Cement Services arrived @ 1:30 p.m. NMOCD agent John Durham arrived @ 1:30 p.m. Got equipment spotted in, held safety meeting. Took B-1 adapter flange off. RU spooling unit;, RIH w/ 2" poly pipe to CIBP-PBTD @ 410.85' KB, tagged, raised poly pipe up 2'. Connected poly pipe to cement pump truck. Established circulation, displacing water to water truck. Batch mix @ 14.6 cement, pumped 6.0 Bbls, 25 sx cement. Shut down. Cleaned out cement pump truck and piping to pit. NMOCD agent John Durham good with job. Will finish installing and cementing P&A marker in a.m. (2:00 to 6:00 p.m., 4 hrs WOC per OCD, Monica)

#### **Cost Summary**

[	Daily	Cumulative		Daily	Cumulative
Service Unit		\$5,520	Trucking		\$390
Fuel		\$0	Water Hauling		\$0
Rental Tools (Select Tools)		\$2,038	Completion Fluids		\$0
Surface Rentals		\$0	Supervision		\$2,000
Wireline Services		\$0	Tubing		\$0
Testing (Tuboscope)		\$0	Rods		\$0
Acidizing		\$0	Pumps		\$0
Fracturing		\$0	Packers		\$0
N2, CO2		\$0	Wellhead		\$0
Contract Labor (night watch)		\$400	Surface Equipment		\$0
Dirt Work / Anchors		\$1,800	Miscellaneous		\$0
Daily Cost: \$0	)	Cum. Cost:	\$12,148	AFE Cost:	

KB:	5'	Run in Well		
TD:	614' KB	Tbg:	Grade:	
PBTD:	609' KB	Weight:	Length:	
Csg Size:	4-1/2" 10.5# J-55	Seating Nipple:		
Perforations	431-441' gross interval	Tail jt:		
SPF:				
Phasing:				
	Pulled from Well			
	14 jts 2-3/8" J-55, SN, tail jt			
Rods:	14 3/4" guided	Rods:		
Pony Rods:	one 2" 3/4"	Pony Rods:		
	four 1-1/4"sinker bars			
Pump:	2" x 1-1/2" x 12' insert	Pump		
Mise:	1-1/4" x 1-1/2" x 16' polish rod w/ liner and stuffing box; no-tap tool	Misc.		

Wellname	1	Location	PBTD	TD	Date	Report #
State 20-6-16	6 #2 NE	NW Sec. 16, T20N, R6W	609' KB	614' KB	09/23/21	4
McKinley County		McKinley County, NM				
Operator:	S. G. Interests I, Ltd.	RIG:	DWS #31	AFE#		

Supervisor:	Kevin Harris	Weather: AM - clear, 41°.

## Activity @ Report Time:

Job approved by NMOCD, moved to next location.

#### Daily Activity:

Cut off 8-5/8" csg HW and poly pipe, installed P&A marker. Topped out w/ 3 Bbls, 13 sx cement and cemented P&A marker. Shut down, cleaned out cement pump truck and piping to pit. NMOCD agent John Durham approved. RDMO DWS Cement Services and equipment and moved to next location.

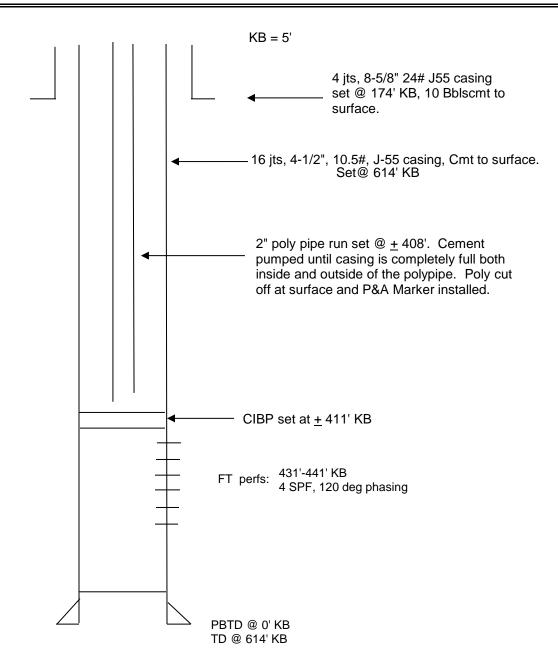
DWS took wellhead to their yard. OCD and BLM were given 24 hrs. notice.

#### **Cost Summary**

	Daily	Cumulative		Daily	Cumulative
Service Unit		\$5,520	Trucking		\$390
Fuel		\$0	Water Hauling		\$0
Rental Tools (Select Tools)		\$2,038	Completion Fluids		\$0
Surface Rentals		\$0	Supervision	\$1,000	\$3,000
Wireline Services		\$0	Tubing		\$0
Testing (Tuboscope)		\$0	Rods		\$0
Acidizing		\$0	Pumps		\$0
Fracturing		\$0	Packers		\$0
N2, CO2		\$0	Wellhead		\$0
Contract Labor (night watch)	\$400	\$800	Surface Equipment		\$0
Dirt Work / Anchors		\$1,800	DWS Cement Service	\$11,253	\$11,253
Daily Cost:	\$12,653	Cum. Cost:	\$24,801	AFE Cost:	

KB:	5'		Run in Well	
TD:	614' KB	Tbg:	Grade	:
PBTD:	609' KB	Weight:	Length	
Csg Size:	4-1/2" 10.5# J-55	Seating Nipple:		
Perforations	431-441' gross interval	Tail jt:		
SPF:				
Phasing:				
	Pulled from Well			
Tbg:	14 jts 2-3/8" J-55, SN, tail jt			
Rods:	14 3/4" guided	Rods:		
Pony Rods:	one 2" 3/4"	Pony Rods:		
	four 1-1/4"sinker bars			
Pump:	2" x 1-1/2" x 12' insert	Pump		
Misc:	1-1/4" x 1-1/2" x 16' polish rod w/ liner and stuffing box; no-tap tool	Misc.		

# State 20-6-16 #2 Post Plugging Wellbore Diagram



District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720 District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 District III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

CONDITIONS

Action 92224

# **CONDITIONS**

Operator:	OGRID:
SG INTERESTS I LTD	20572
Nika Energy Operating	Action Number:
Durango, CO 81302	92224
	Action Type:
	[C-103] Sub. Plugging (C-103P)

#### CONDITIONS

Created E		Condition Date
mkueh	g please submit C103Q	6/17/2022