

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
SUNDRY NOTICES AND REPORTS ON WELLS

**Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.**

FORM APPROVED  
OMB No. 1004-0135  
Expires July 31, 1996

5. Lease Serial No.

NM 24964

6. If Indian, Allottee or Tribe Name

7. If Unit or CA Agreement, Name and/or No.

RECEIVED

8. Well Name and No.

POT MESA #1

9. API Well No.

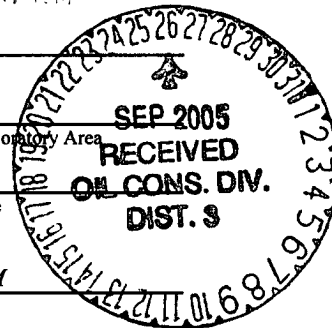
30-031-20882

10. Field and Pool, or Exploratory Area

Pot Mesa Field

11. County or Parish, State

McKinley County, NM



1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator

SG Interests I, Ltd., c/o Nika Energy Operating, LLC

3a. Address

PO Box 2677, Durango, CO 81301

3b. Phone No. (include area code)

(970) 259-2701

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

660' FNL, 1980' FEL (NWNE) Sec 10-T20N-R6W

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input checked="" type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to clean directionally or recomplete laterally, give accurate locations and measured and true vertical depths of all pertinent nozzles and zones. Attach the final unit which the work will be performed or provide the final log on file with EDWBA. Required subsequent reports shall be filed within 30 days following completion of the indicated operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once logging has been completed. Final Abandonment Notices shall be filed only after all requirements, including relocation, have been completed, and the operator has determined that the well is ready for final injection.)

See Notice of Intent Sundry Notice dated May 12, 2005.

Bled press to 0 psi. Pulled & LD rods & pmp, hanger & strap OOH w/60 jts 2-3/8" tbg, SN, & 15' cutoff. PU bit, scraper, SN & RIH to 1800'. PT tbg to 2000 psi, ok. Set wireline CIBP @ 1775' & dumped 4 sx cem on top w/bailer. Load csg several times letting air bleed off; attempt to PT csg several times. RIH w/pkr to find hole in csg. After 6 settings, found old sqz perfs @ 711' leaking (550 psi to 250 psi in 2 min). LD pkr; RIH open ended to 1507' & spot 100' cem plug (1.6 B/cem 15.6#/gal). LD 23 jts 2-3/8" tbg. Mixed & circ 19 B/cem 15.6#/gal from 711' to surface closing csg valve & sqz .8 bbl into old perfs 711' to 500 psi. LD remainder of tbg (9/8/05).

Lindrith Backhoe cut off wellhead, anchors, & installed dryhole marker as per instructions.

14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed)

Marcia Stewart

Title

Agent for SG Interests I Ltd

Signature

Date

September 19, 2005

THIS SPACE FOR FEDERAL OR STATE USE

Approved by

Title

Date

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

ACCEPTED FOR RECORD

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.

SEP 22 2005

(Instructions on reverse)

BY NMCCD