

Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
May 27, 2004

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO.

30-031-20888

5. Indicate Type of Lease

STATE ☐ FEE ☐ **FED ☒**

6. State Oil & Gas Lease No.
NM-24964

7. Lease Name or Unit Agreement Name
Pot Mesa

8. Well Number #2

9. OGRID Number
014634

10. Pool name or Wildcat
SWD Mesaverde

SUNDRY NOTICES AND REPORTS ON WELLS

(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well ☐ Gas Well ☐ Other WDW

2. Name of Operator
SG Interests I, Ltd.

3. Address of Operator
c/o Nika Energy, PO Box 2677, Durango, CO 81302

4. Well Location

Unit Letter G : 1785 feet from the North line and 2175' feet from the East line
Section 10 Township 20N Range 6W NMPM County McKinley

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
6891' GL

Pit or Below-grade Tank Application ☒ or Closure ☐

Pit type Workover Depth to Groundwater 50' to 100' Distance from nearest fresh water well 6 Miles+ Distance from nearest surface water 200' - 1000'

Pit Liner Thickness: 12 mil Below-Grade Tank: Volume N/A Bbls; Construction Material N/A

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

OTHER: ☒ Workover to Change Zones

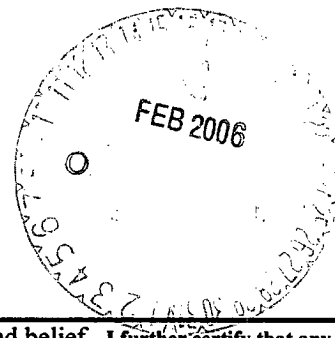
SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Pit application to build / construct workover pit to squeeze / abandon Cliffhouse, drill cmt plug and reopen the Menefee. Pit will be located 30' north of existing Wellhead. Pit size will be approximately 20'W x 30'L x 6' Deep.



I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☒ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE William Schwab III TITLE Agent for SG Interests DATE 2/15/06

Type or print name William Schwab III, Agent for SG Interests E-mail address: tripp@nikaenergy.com Telephone No. 970.259.2701
For State Use Only

APPROVED BY: Wendy Fout TITLE DEPUTY OIL & GAS INSPECTOR, DIST. III DATE FEB 17 2006
Conditions of Approval (if any):