

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, 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 & Natural Resources

Form C-104  
Revised June 10, 2003

Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Submit to Appropriate District Office  
5 Copies

☐ AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

<sup>1</sup> Operator name and Address SG INTERESTS I, LTD c/o Nika Energy Operating, LLC PO Box 2677 Durango, CO 81302		<sup>2</sup> OGRID Number 020572
		<sup>3</sup> Reason for Filing Code/ Effective Date NW
<sup>4</sup> API Number 30 - 043-21025	<sup>5</sup> Pool Name Fruitland Coal	<sup>6</sup> Pool Code 71629
<sup>7</sup> Property Code 35629	<sup>8</sup> Property Name FEDERAL 21-6-34	<sup>9</sup> Well Number 1

II. <sup>10</sup> Surface Location

Ul or lot no. A	Section 34	Township 21N	Range 6W	Lot.Idn	Feet from the 1289'	No/So Line NORTH	Feet from the 1291'	East/West line EAST	County Sandoval
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<sup>11</sup> Bottom Hole Location

UL or lot no.	Section	Township SAME	Range AS	Lot Idn	Feet from the ABOVE	North/South line	Feet from the	East/West line	County
<sup>12</sup> Lse Code F	<sup>13</sup> Producing Method Code P	<sup>14</sup> Gas Connection Date	<sup>15</sup> C-129 Permit Number	<sup>16</sup> C-129 Effective Date	<sup>17</sup> C-129 Expiration Date				

III. Oil and Gas Transporters

<sup>18</sup> Transporter OGRID	<sup>19</sup> Transporter Name and Address	<sup>20</sup> POD	<sup>21</sup> O/G	<sup>22</sup> POD ULSTR Location and Description
8503	PNM Gas Services Alvarado Square 2608 Albuquerque, NM 87208		G	A-Sec 34-T21N-6W

IV. Produced Water

<sup>23</sup> POD	<sup>24</sup> POD ULSTR Location and Description A-Sec 34-T21N-6W
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V. Well Completion Data

<sup>25</sup> Spud Date 6/19/06	<sup>26</sup> Ready Date 8/4/06	<sup>27</sup> TD 930'	<sup>28</sup> PBDT 883'	<sup>29</sup> Perforations 722'-737'	<sup>30</sup> DHC, MC
<sup>31</sup> Hole Size	<sup>32</sup> Casing & Tubing Size	<sup>33</sup> Depth Set	<sup>34</sup> Sacks Cement		
12-1/4"	8-5/8"	179' KB	130 sx; 9 B/cem circ to surf		
7-7/8"	4-1/2"	922' KB	200 sx; 10 B/cem circ to surf		
	2-3/8"	786'			

VI. Well Test Data

<sup>35</sup> Date New Oil n/a	<sup>36</sup> Gas Delivery Date WO Pipeline Hookup	<sup>37</sup> Test Date	<sup>38</sup> Test Length	<sup>39</sup> Tbg. Pressure	<sup>40</sup> Csg. Pressure
<sup>41</sup> Choke Size	<sup>42</sup> Oil	<sup>43</sup> Water	<sup>44</sup> Gas	<sup>45</sup> AOF	<sup>46</sup> Test Method

<sup>47</sup> I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

Signature: *Marcia Stewart*

Printed name:  
Marcia Stewart

Title:  
Agent for SG Interests

E-mail Address:  
marcia@nikaenergy.com

Date: 8/15/06  
Phone  
(970) 259-2701

8-24-06 OIL CONSERVATION DIVISION

Approved by: *Charles Herrin 8-28-06*

Title: SUPERVISOR DISTRICT # 3

Approval Date: AUG 24 2006