Form C-144 June 1, 2004

District 1 1625 N. French Dr., Hobbs, NM 88240 District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico **Energy Minerals and Natural Resources**

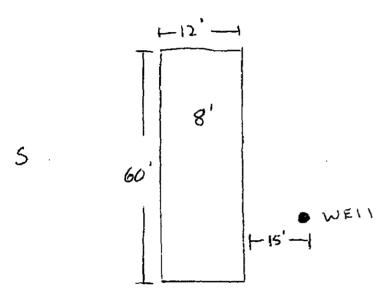
Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

For drilling and production facilities, submit to appropriate NMOCD District Office. For downstream facilities, submit to Santa Fe

Pit or Below-Grade Tank Registration or Closure ls pit or below-grade tank covered by a "general plan"? Yes No XX

Type of action: Registration of a pit o	or below-grade lank LI Closure of a pit or below-g	IXOC BUIK AA
Operator: SG Interest I Ltd. Telephone: (970) 259-2701 u-mail address: jeff@nikaenergy.com		
Address: C/O Nika Energy Operating PO Box 2677 Durango CO 81303	3	
Facility or well name: Navajo 20-6-6#1 API #: 30-031	-21096 U/L or Qtr/Qtr Sec 6	T 20N R 6W
County: Mckinley Latitude	1.ongitude	NAD: 1927 🔲 1983 🛗
Surface Owner: Federal 🔲 State 🔲 Private 🛄 Indian 💥		
<u>Pit</u>	Below-grade tank	***************************************
Type: Drilling XX Production Disposal D	Volume: bbl Type of fluid:	
Workover 🗋 Emergency 🔲	Construction material:	
Lined XX Unlined □	Double-walled, with leak detection? Yes 🔲 If not, explain why not.	
Liner type: Synthetic XX Thickness_12 mil Clay		
Pit Volume 1000 bbl		
	Less than 50 feet	(20 points)
Depth to ground water (vertical distance from bottom of pit to seasonal	50 feet or more, but less than 100 feet	(10 points)
high water elevation of ground water.)	100 feet or more	(0 points) XX
	Yes	(20 points)
Wellhead protection area: (Less than 200 feet from a private domestic	No.	(0 points) XX
water source, or less than 1000 feet from all other water sources.)	140	(o pants) XX
Distance to surface water: (horizontal distance to all wetlands, playas,	Less than 200 foot	(20 points)
irrigation canals, ditches, and perennial and ephemeral watercourses.)	200 feet or more, but less than 1000 feet	(10 points)
trigues seems, are partition and symmetre water contract.)	1000 feet or more	(0 points) XX
	Ranking Score (Total Points)	0
To this is a mit alcomose. (1) Attach a discuss of the facility should be also	a mission skip to other position and studies (2) has	livete dimensi langing (short the position has it
If this is a pit closure: (1) Attach a diagram of the facility showing the pit'	• • • • • • • • • • • • • • • • • • • •	· ·
your are burying in place) onsite XX offsite \(\text{If offsite, name of facility} \)		
remediation start date and end date. (4) Groundwater encountered: No XX		
(5) Attach soil sample results and a diagram of sample locations and excava		37-123
Additional Comments: Pulled fluid from pit, cut off liner at mud level, backfilled. Pit closed 4/13/2007		
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		N RECEIVED ()
		97 MAY 2007 11
		is 0,7 2007
		OIL CONS. DIV. DIST 3
		/ 64
I hereby certify that the information above is true and complete to the best has been/will be constructed or closed according to NMOCD guideline	of my knowledge and belief. If further certify that as XX. a general permit [7], or an (attached) alter	I the above legislated pit or helow-grade turk
•		605618117
Date: 4/27/2007		
Printed Name/Title Jeff Welch Agent for SG Interest, Ltd. Signature		
Your certification and NMOCD approval of this application/closure does to otherwise endanger public health or the environment. Nor does it relieve to regulations.		
Deputy Oil & Gas Inspe	ector.	
Approval: District #3	Signature Brand Der	JUN 1 2 2007
Printed Name/Title	Signature O Stand Out	Date:

NAVA 30 20-6-6 #1



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