

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. <del>30-031-20892</del> 045-29160
5. Indicate Type of Lease Federal
6. State Oil & Gas Lease No. NM-53926
7. Lease Name or Unit Agreement Name West Bisti 26-13-17
8. Well Number #1
9. OGRID Number
10. Pool name or Wildcat Basin Fruitland

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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 <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other	
2. Name of Operator SG Interests I, Ltd.	
3. Address of Operator PO Box 2677, Durango, Colorado 81302	
4. Well Location Unit Letter _____ 790' feet from the north line and 1119 feet from the east line Section 17 Township 26N Range 13W NMPM NENE County San Juan	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 6348 GL	
Pit or Below-grade Tank Application <input checked="" type="checkbox"/> or Closure <input type="checkbox"/>	
Pit type P&A cementing Depth to Groundwater 100 ft Distance from nearest fresh water well > 1000 ft Distance from nearest surface water > 500 ft	
Pit Liner Thickness: 12 mil Below-Grade Tank: Volume 20 bbls; Construction Material Synthetic	

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: Pit Permit ☐

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.

P&A cementing pit to be located approximately 10-15 feet from wellhead. Pit will be used to circulate cement for plugging operations. Pit will be considered out of service after P&A is completed and will be constructed, operated and closed in accordance with NMOCD guidelines and SGI procedures.

RCVD JUL 26 '07  
OIL CONS. DIV.  
DIST. 3

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 X. a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE [Signature] TITLE Agent for SG Interests, I, Ltd DATE 7/24/07

Type or print name William Schwab III  
For State Use Only

E-mail address: tripp@nikaenergy.com Telephone No. 970-259-2701

APPROVED BY: [Signature] TITLE Deputy Oil & Gas Inspector, District #3 DATE AUG 07 2007  
Conditions of Approval (if any):