					\	
12-13-04 DATE IN	SUSPENS	E ENGINEER US	1-14-04 LOGGED IN	PE DHC	DS-CM 0434	929567
				270/		······································
14 14	1	NEW MEXICO OIL CON - Engineerin	· · · · · · · · · · · · · · · · · · ·	SION	40	
		1220 South St. Francis Dri	ve, Santa Fe, NM 8750			
		ADMINISTRATIVE	APPLICATION	CHECK	KLIST	
Application A [NSL-N	c ronyms Ion-Stan IC-Down [PC-Poo	a dard Location] [NSP-Non-Sta hole Commingling] [CTB-L	SING AT THE DIVISION LEVE andard Proration Unit] ease Commingling] Lease Storage] [OL	L IN SANTA FE [SD-Simulta [PLC-Pool/Le M-Off-Lease	neous Dedicatio ease Comminglir Measurement]	on]
[20	-	SWD-Salt Water Dispose [SWD-Salt Water Dispose fied Enhanced Oil Recovery (l] [IPI-Injection Pres	sure Increa	se]	e]· · · · ·
[1] TYPE	OF AP [A]	PLICATION - Check Those V Location - Spacing Unit - Sin NSL NSP				
:	Check [B]	One Only for [B] or [C] Commingling - Storage - Mea DHC CTB		ols 🗌 d	DLM	
	[C]	Injection - Disposal - Pressur				· · ·
	[D]	Other: Specify			_	
[2] NOTI	FICATI [A]	ON REQUIRED TO: - Checl			ot Apply	19 N.
	[B]	Offset Operators, Lease	olders or Surface Own	er		
	[C]	Application is One Which	h Requires Published I	egal Notice		a tsa a Egi
	[D]	Notification and/or Conc U.S. Bureau of Land Management - C	urrent Approval by BL	M or SLO Land Office	. •	
•	[E]	For all of the above, Pro	of of Notification or Pu	blication is A	Attached, and/or,	
	[F]	Waivers are Attached				
		URATE AND COMPLETE		QUIRED T	O PROCESS T	HE TYPE

, 2 .

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

<u>District I</u> 1625 N. Fre

District II 1301 W. Grand Avenue, Artesia, NM 88210

District III

ad. Aztec. NM 87410

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

e, Hobbs, NM 88240

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-107A Revised June 10, 2003

Oil Conservation Division

1220 South St. Francis Dr. Santa Fe, New Mexico 87505

APPLICATION TYPE Yes_Single Well Yes_Establish Pre-Approved Pools EXISTING WELLBORE _X_Yes ___No

APPLICATION FOR DOWNHOLE COMMINGLING

SDG Resources	P. O. Box 1390	Montrose, CO 81401	
Operator Cooper Jal Unit	# 106	Address H 18 24-S 37-E	Lea
Lease	Well No.	Unit Letter-Section-Township-Range	County

OGRID No. 193003 Property Code_10917 ____ API No._30-025-11137_ Lease Type: ____ Federal __State ___ Fee X

DATA ELEMENT	UPF	PER ZONE	INTE	RMEDIATE Z	ONE	LO	WER ZONE
Pool Name		ALMAT				LAN	NGLIE MATTIX
Pool Code	19	240				. 3	7240
Top and Bottom of Pay Section (Perforated or Open-Hole Interval)	° 3,3	24'-3,350'				3,	350'-3,780'
Method of Production (Flowing or Artificial Lift)	ł	Pumping					
Bottomhole Pressure (Note: Pressure data will not be required if the bottom							
perforation in the lower zone is within 150% of the depth of the top perforation in the upper zone)							
Oil Gravity or Gas BTU (Degree API or Gas BTU)	35.7	Degree API				35	.7 Degree API
Producing, Shut-In or New Zone	Pro	oducing				נ	New Zone
Date and Oil/Gas/Water Rates of		***		··· 11			
Last Production. (Note: For new zones with no production history,	Date: 12	2/03/04	Date:			Date:	
applicant shall be required to attach production estimates and supporting data.)	Rates: 1	/16/4	Rates:			Rates:	
Fixed Allocation Percentage (Note: If allocation is based upon something other	Oil	Gas	Oil	Gas		Oil	Gas
than current or past production, supporting data or explanation will be required.)	94 %	71 %		%	%	6%	29 %

ADDITIONAL DATA

Are all working, royalty and overriding royalty interests identical in all commingled zones? If not, have all working, royalty and overriding royalty interest owners been notified by certified mail?	Yes Yes	<u>X</u>	No No
Are all produced fluids from all commingled zones compatible with each other?	Yes	_X	No
Will commingling decrease the value of production?	Yes		No_X
If this well is on, or communitized with, state or federal lands, has either the Commissioner of Public Lands or the United States Bureau of Land Management been notified in writing of this application?	Yes		NoX
NMOCD Reference Case No. applicable to this well:			

Attachments:

C-102 for each zone to be commingled showing its spacing unit and acreage dedication.

Production curve for each zone for at least one year. (If not available, attach explanation.)

For zones with no production history, estimated production rates and supporting data. Data to support allocation method or formula.

Notification list of working, royalty and overriding royalty interests for uncommon interest cases. Any additional statements, data or documents required to support commingling.

PRE-APPROVED POOLS

If application is to establish Pre-Approved Pools, the following additional information will be required:

List of other orders approving downhole commingling within the proposed Pre-Approved Pools List of all operators within the proposed Pre-Approved Pools Proof that all operators within the proposed Pre-Approved Pools were provided notice of this application. Bottomhole pressure data

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Company TITLE_Sr. Petroleum Engineer	DATE 12/09/04
TYPE OR PRINT NAME_Domingo CarrizalesTELEPHONE NO. (432) 550-7580)

E-MAIL ADDRESS_domingo@sdgresources.com_

District I State of New Mexico Form C-101 1625 N. French Dr., Hobbs, NM 88240 E Energy Minerals and Natural Resources Revised June 10, 2003 1301 W. Grand Avenue, Artesia, NM 88240 Oil Conservation Division Submit to appropriate District Office District III Oil Conservation Division State Lease - 6 Copies 1000 Rio Brazos Road, Aztec, NM 87410 DEC 1 3 20041220 South St. Francis Dr. State Lease - 6 Copies District IV DEC 1 3 20041220 South St. Francis Dr. Fee Lease - 5 Copies 1220 S. St. Francis Dr., Santa Fe, NM 87505 OIL CONSERVATION E conservation Division DIVISION DIVISION AMENDED REPORT										
			Operator Name						² OGRID Numb	
	DG Resou O. Box 1	arces L. P.							<u>193003</u> ³ API Number	
M	ontrose, (<u>CO 81401</u>		·	<u></u>			30 - 025-1	1137	
³ Prope	rty Code 10917				⁵ Property 1 Cooper Jal					/ell No. 106
L	10/17				⁷ Surface		tion		,,	100
UL or lot no	Section	Township	Range	Lot Id			North/South line	Feet from the	East/West line	County
н	18	24-S	37-E		198	0	NORTH	660	EAST	Lea
			⁸ Proposed	Bottom	Hole Locat	ion If	f Different F	From Surface		
UL or lot no.	Section	Township	Range	Lot Id	n Feet fro	m the	North/South line	Feet from the	East/West line	County
		9	Proposed Pool 1					¹⁰ Pro	posed Pool 2	
		JALN	1AT - 3,324'-3,35	i0'	_		<u> </u>	LANGLIE MA	ATTIX - 3,340'-3,78	0'
	TOIL		¹² Well Type Cod	,	¹³ Cable		— <u> </u>	¹⁴ Lease Type Code		
	Type Code N		O			R	FEE 3.302' K.B.			
	lultiple No		¹⁷ Proposed Dept 3,780'	h		Imation ¹⁹ Contractor ²⁰ Spud Date S-7RV-QUN GREAT BASIN WELL SERVICE Orig 4/02/46				²⁰ Spud Date Orig 4/02/46
			21	Propose	ed Casing a	nd Ce	ement Progr	<u>am</u>		·
Hole S	lize	Cas	ing Size	Casing	weight/foot	Setting Depth Sacks of Cement Estimated TOC				
							·			
<u> </u>							<u> </u>			
							<u></u>			<u></u>
				- <u>u</u> u.	. <u></u>					
²² Describe t	he proposed	i program. I	f this application	is to DEEP	EN or PLUG BA	ACK, giv	ve the data on the	e present productive	zone and propose	d new productive zone.
Describe the	blowout pr	evention pro	gram, if any. Use	e additional	sheets if necessa	ary.				
Objectives: I	Deepen Jaln	nat producer	and complete as	a DHC (Jalı	mat/Langlie Mat	tix) pro	ducer. Acidize ar	d Fracture Stimulate	e .	
1. Use Sentin	al Manual I	BOP rated at	5,000 psig.							
2. Recover 4	1/2" Liner ar	nd deepen we	ell from 3,587' to	3,780``.						
3. Acidize Y	ates, 7-Rive	ers and Quee	n zones with 3,00	0 gallons. I	Fracture Stimula	te with	120,000# 12/20 r	nesh sand.		
4. Down hole	e comming	e Jalmat and	Langlie Mattix z	ones.						
²³ I hereby ce	rtify that th	e information	n given above is t	rue and con	nplete to the		OIL.	CONSERVA	TION DIVIS	SION
best of my kn	iowledge an	d belief.	\bigcap	A						
Signature:	Jomi	Nge	(any	les)	Appro	oved by:			
Printed name	: Domin	goCarrizale	s			Title:	· · · · · · · ·	·····		
Title:	Sr. Pet	roleum Engi	neer			Аррго	oval Date:		Expiration Date:	
E-mail Addre	ess: domin	go@sdgreso	urces.com			L				
Date:	12/09/04		Phone: 43	32-550-758	0	Condi	tions of Approval	:		
Attached										

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

Form C-102 Revised June 10, 2003 Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

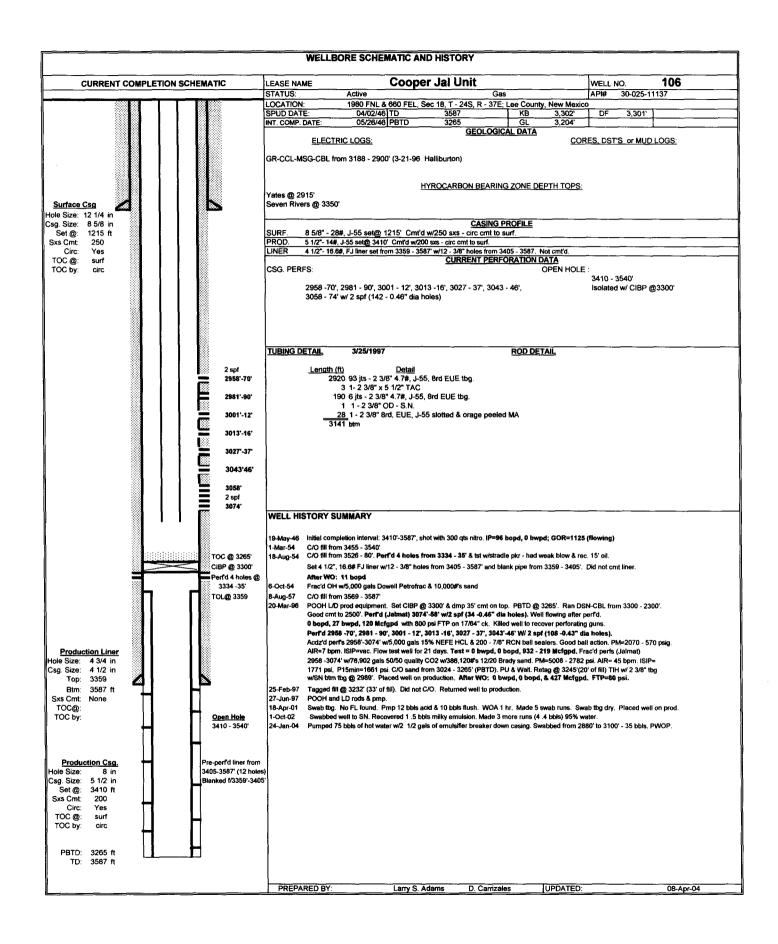
☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

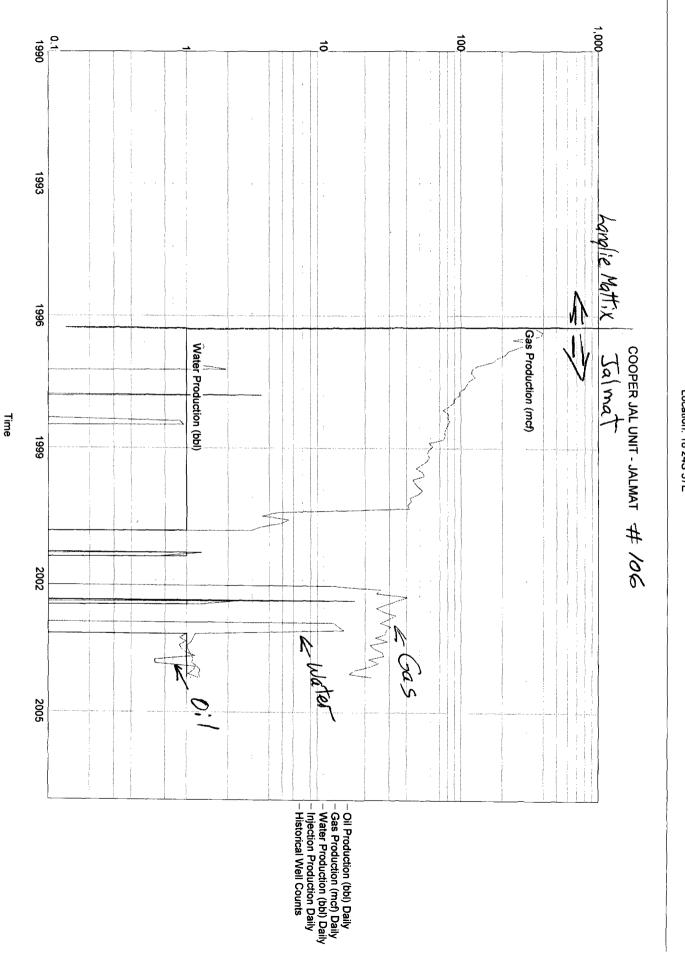
1	¹ API Number ² Pool Code 33020 ³ Pool Name							<u> </u>		
3	0-025-11137		JALMAT: YATES, 7RVRS							
⁴ Property Code	e 10917				⁵ Property	Name			⁶ Well Number	
					Cooper Jal	Unit			106	
⁷ OGRID No.	193003				⁸ Operator	Name			⁹ Elevation	
		SDG Reso	urces L. P.		P. O. Box	1390	Montrose, CO	81401	3,302' К. В.	
					¹⁰ Surface	Location				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
н	18	248	37E		1980	NORTH	660	EAST	Lea	
		· · · · · · · · · · · · · · · · · · ·	¹¹ Bo	ottom Hol	e Location I	f Different From	m Surface			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
¹² Dedicated Acre	s ¹³ Joint o	r Infill	nsolidation	Code ¹⁵ Ori	ler No.	L	L		<u> </u>	

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

18		-/780	¹⁷ OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. Demuge Caryforder Signature
	-	660'	Domingo Carrizales Printed Name Sr. Petroleum Engineer domingo@sdgresources.com Title and E-mail Address 12/09/04 Date
			¹⁸ SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.
			Date of Survey Signature and Seal of Professional Surveyor:



Lease Name: COOPER JAL UNIT County, State: LEA, NM Operator: SDG RESOURCES LIMITED PARTNERSHIP Field: JALMAT Reservoir: TANSILL-YATES-SEVEN Location: 18 24S 37E



	·		RECE	IVED	ζ.			1	
District IState of New MexicoForm C-1011625 N. French Dr., Hobbs, NM 88240DEC 1 3 2 (Energy Minerals and Natural ResourcesRevised June 10, 2003District IIDEC 1 3 2 (Energy Minerals and Natural ResourcesRevised June 10, 2003									
1301 W. Grand Avenue, Artesia, NM 88210 District III OIL CONSERVATION Conservation Division Submit to appropriate District Office									
1000 Rio Braz District IV	zos Road, A	Aztec, NM 874	DIVIS	SION 12	20 South St				te Lease - 6 Copies ee Lease - 5 Copies
1220 S. St. Fr	ancis Dr., S	Santa Fe, NM	87505		Santa Fe, N	IM 87505			MENDED REPORT
A DDI	ICATI	ON FOD	DEDWIT	το πριί ι	DF.FNTI	FD NEEDI	EN, PLUGBAG		
		1	Operator Name		, NE-E INII	CR, DEEFI	<u>EN, FLUGDAU</u>	² OGRID Numbe	r
	OG Resou O. Box 1	arces L. P.						³ API Number	
M	ontrose, (<u>CO 81401</u>		5.			30-025-11		
Prope	rty Code 10917			C	Property Name Cooper Jal Unit			⁶ We 2	II No.)8
		r		⁷ Su	urface Loca	tion			
UL or lot no	Section	Township	Range	Lot ldn	Feet from the	North/South line	e Feet from the	East/West line	County
Р	19	24-5	37-Е		2310	NORTH	1650	WEST	Lea
		8	Proposed	Bottom Hole	Location I	f Different I	From Surface		
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	1 1	East/West line	County
		° P	roposed Pool 1				¹⁰ Propo	osed Pool 2	
		JALM	AT - 2,950'-3,40)0'	<u> </u>		LANGLIE MAT	TIX 3,400'-3,780'	
U Work	Type Code		¹² Well Type Co	de	¹³ Cable/Rotary		¹⁴ Lease Type Code	¹⁵ Gro	und Level Elevation
	N lultiple		O ¹⁷ Proposed Dept		R	FEDERAL 3,310' K. B.			
	No	I	<u>3,780'</u> 21	Proposed Ca	<u>INSL-YTS-7RV-Q</u>		AT BASIN WELL SERV		Orig 4/20/50
Hole S		Casir	ng Size	Casing weight		Setting Depth	Sacks of Ce	ment	Estimated TOC
11000 0		Cush	18 0120	cashig weight		Journe Depui	Sacks of CC		Estimated for
ļ		ļ							
									
						ve the data on th	e present productive z	one and proposed	new productive zone.
	•		•	e additional sheets					
	•	nat producer a BOP rated at 5	-	DHC (Jalmat/Lang	glie Mattix) prod	ucer. Acidize and	d Fracture Stimulate.		
		40' to 3,780''.	• •						
-				with 3,000 gallons	and Fracture Sti	mulate with 120,	,000# 12/20 mesh sand	i .	
4. Down hole	e comming	le Jalmat and	anglie Mattix z	ones.					
²³ I hereby certify that the information given above is true and complete to the OIL CONSERVATION DIVISION								ION	
best of my knowledge and belief. Signature: Lomming Campaled						oved by:			
Printed name	: Domin	igo Carrizales	coc p-		Title:				·
Title:		troleum Engin	eer			oval Date:	E	xpiration Date:	
E-mail Addre	ss: domin	ngo@sdgresou	rces.com						
Date:	12/07/04		Phone: 43	32-550-7580	Cond	itions of Approva	al:		
					Attac	hed			

District I
1625 N. French Dr., Hobbs, NM 88240
District 11
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 Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-102 Revised June 10, 2003 Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

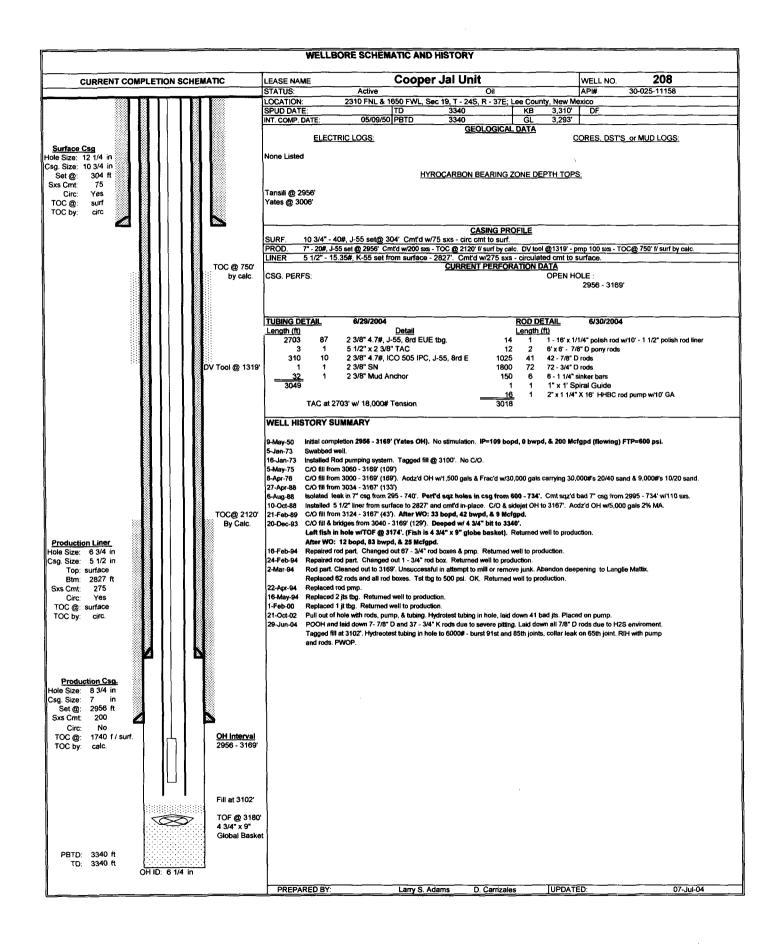
☐ AMENDED REPORT

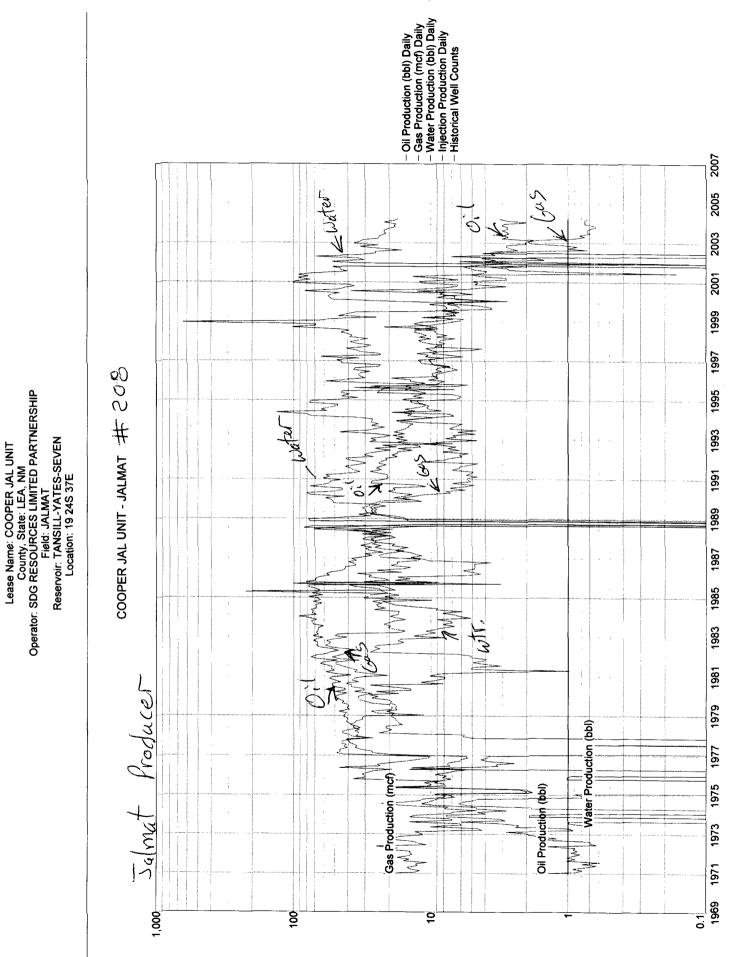
WELL LOCATION AND ACREAGE DEDICATION PLAT

1	API Number	*		² Pool Code	e		³ Pool Na	me		
3	0-025-11137					JALMAT: YATES, 7RVRS				
⁴ Property Code	10917	⁵ Property Name Cooper Jal Unit							⁶ Well Number 208	
⁷ OGRID No.	193003	SDG Res	ources L. P.		⁸ Operator P. O. Box		Montrose, CO	⁹ Elevation 81401 3310' K. B.		
······					¹⁰ Surface	Location				
UL or lot no. B	Section 19	Township 24S	Range 37E	Lot Idn	Feet from the 2310	North/South line NORTH	Feet from the 1650	East/West line WEST	County Lea	
		· · · · · · · · · · · · · · · · · · ·	¹¹ Bo	ottom Ho	le Location I	f Different From	m Surface			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
¹² Dedicated Acre	s ¹³ Joint of	r Infill ¹⁴ C	onsolidation	Code ¹⁵ Oi	l rder No.	L	L	L	, I	

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

19	2310'		¹⁷ OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. <u>Demcamp</u> Carry Signature
a 1650'	→ Ŏ		Domingo Carrizales Printed Name Sr. Petroleum Engineer domingo@sdgresources.com Title and E-mail Address 12/08/04 Date
			¹⁸ SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.
			Date of Survey Signature and Seal of Professional Surveyor: Certificate Number





eteA

Time