

DISTRICT I  
P.O. Box 1980, Hobbs, NM 88240

**OIL CONSERVATION DIVISION**  
**2040 Pacheco St.**  
**Santa Fe, NM 87505**

DISTRICT II  
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410

WELL API NO.  
30-045-31699

5. Indicate Type of Lease  
STATE ☐ FEE ☒

6. State Oil & Gas Lease No.

**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 TO DRILL"  
(FORM C-101) FOR SUCH PROPOSALS)

1. Type of Well:  
OIL WELL ☐ GAS WELL ☒ OTHER

2. Name of Operator  
SG INTERESTS I, LTD c/o Sagle & Schwab Energy Resources

3. Address of Operator  
PO Box 2677, Durango, CO 81302

4. Well Location  
Unit Letter F : 1970 Feet From The North Line and 2175 Feet From The West Line  
Section 33 Township 30N Range 9W NMPM San Juan County

10. Elevation (Show whether DF, RKB, RT, GR, etc.)  
5783 GR

**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 ☐  
OTHER: ☐

**SUBSEQUENT REPORT OF:**

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐  
CASING TEST AND CEMENT JOB ☐  
OTHER: Drilling/Completion Update ☒

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent date, including estimated date of starting any proposed work) SEE RULE 1103.

MIRU rotary tools. Spudded well 7:30 am 3/24/04. Drld 12-1/4" surface hole to 327'. Rn 7 jts 8-5/8" 24# J-55 ST&C csg; set @ 322'. Cem w/210 sx Std cem w/1/4#/sk Flocele, 2% CaCl2. Circ 18 bbls to pit. WOC. Continued drlg w/7-7/8" hole to TD 2568'. Rnlogs. Rn 57 jts 5-1/2" 17# J-55 LT&C csg; set @ 2563'. Cem w/426 sx Lead 65/35 std poz cem w/1/4#/sk Flocele, 5# Gilsonite; tailed w/150 sx Std cem w/1/4#/sk Flocele. Circ 40 B/cem. Rig down 4/11/04.

WO Completion.

Well is being sold to Energen Resources Corp., 2198 Bloomfield Highway, Farmington, NM 87401 effective 8/1/04. See Change of Operator information being submitted this week. (Energen will be completing this well).

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

SIGNATURE Marcia Stewart TITLE Agent for SG Interests I, Ltd DATE 07/14/04  
TYPE OR PRINT NAME Marcia Stewart TELEPHONE NO. 970-259-2701

(This space for State Use)

APPROVED BY

DEPUTY OIL & GAS INSPECTOR, DIST. 3 DATE JUL 22 2004

CONDITIONS OF APPROVAL, IF ANY: