

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

MAR 11 2008

FORM APPROVED
OMB No 1004-0135
Expires July 31, 1996

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. ☐ Oil Well ☒ Gas Well ☐ Other
2. Name of Operator
SG Interests I, Ltd. c/o Sagle & Schwab Energy Resources
3a. Address
PO Box 2677, Durango, CO 81302-2677
3b. Phone No. (include area code)
(970) 259-2701
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
465' FSL, 2300' FWL (SESW) SEC 3-T20N-R6W

5. Lease Serial No.
NM 53926
6. If Indian, Allottee or Tribe Name
7. If Unit or CA/Agreement, Name and/or No.
8. Well Name and No.
Corrales #2
9. API Well No.
30-031-20898
10. Field and Pool, or Exploratory Area
Pot Mesa / Corrales Field
11. County or Parish, State
McKinley County, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize <input type="checkbox"/> Deepen <input type="checkbox"/> Production (Start/Resume) <input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing <input type="checkbox"/> Fracture Treat <input type="checkbox"/> Reclamation <input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair <input type="checkbox"/> New Construction <input type="checkbox"/> Recomplete <input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans <input checked="" type="checkbox"/> Plug and Abandon <input type="checkbox"/> Temporarily Abandon
	<input type="checkbox"/> Convert to Injection <input type="checkbox"/> Plug Back <input type="checkbox"/> Water Disposal

13. Describe Proposed or Completed Operations (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomple horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

SG Interests Proposes to Plug and Abandon the Corrales #2 well bore. This well has been tested extensively in the Menefee and La Ventana and is not productive. This well has been on TA status pending evaluation and the extension is set to expire March 31st 2008, with no further extensions granted. Plans are to spot 17 sx @ 2140' (Menefee), 17 sx @ 1900' (LaVentana), 17 sx @ 1650' (LaVentana Top), and set a cmt retainer at 400' and pump 35 sx to cover the PC/Fruitland. 42 sx will then be used to cmt from 362' to surface. A P&A marker will be installed and the location reclaimed to BLM, NMOCD & APD regulations and requirements.

RCVD MAR 11 '08
OIL CONS. DIV.

14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed)

William Schwab (Tripp)

Title

Agent for SG Interests I, Ltd.

Signature

E-mail copy

Date

March 11, 2008

THIS SPACE FOR FEDERAL OR STATE USE

Approved by

Original Signed: Stephen Mason

Title

Date

MAR 11 2008

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

(Instructions on reverse)

file for Reference per Charlie

NMOCD