

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-103
Revised 1-1-89

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

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

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

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

WELL API NO.
30-031-21072

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"
(FORM C-101) FOR SUCH PROPOSALS)

1. Type of Well:

OIL WELL ☐ GAS WELL ☒ OTHER

2. Name of Operator

SG INTERSETS I LTD, c/o Nika Energy Operating

3. Address of Operator

PO BOX 2677, DURANGO, CO 81302 (970) 259-2701

4. Well Location

Unit Letter M 660 Feet From The South Line and 660 Feet From The West Line
Section 2 Township 20N Range 6W NMPM McKinley County

10. Elevation (Show whether DF, RKB, RT, GR, etc.)
6926 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: Resume Production ☒

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

First Delivery for this well was July 1, 2006. It has been shut in for long periods of time since then due to lack of produced water disposal facilities. The Federal 21-6-28 SWD #33 is now in operation and taking produced water. This well resumed production April 2, 2008.

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 DATE 04/18/08
TYPE OR PRINT NAME Marcia Stewart TELEPHONE NO. (970) 259-2701

(This space for State Use)

APPROVED BY H. Villanueva TITLE Deputy Oil & Gas Inspector, District #3 DATE APR 29 2008

CONDITIONS OF APPROVAL, IF ANY

accepted for record