State of New Mexico Energy, Minerals & Natural Resources

Form C-104 Revised June 10, 2003

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

<u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505

Oil Conservation Division 1220 South St. Francis Dr. Submit to Appropriate District Office

5 Copies

Santa Fe, NM 87505 ☐ AMENDED REPORT REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

II Idea of the second of the s						
¹ Operator name and Add	Iress	² OGRID Number				
SG Interests I, Ltd (c/o	Nika Energy Operating, LLC)	020572				
PO Box 2677		³ Reason for Filing Code/ Effective Date				
Durango, CO 81302		NW				
⁴ API Number	⁵ Pool Name		⁶ Pool Code			
30 - 043-21062	Basin Fruitland Coal		71629			
⁷ Property Code	⁸ Property Name		⁹ Well Number			
37220	FEDERAL 21-7-26		1			

II. 10 Surface Location

Ul or lot no.	Section	Township	Range	Lot.Idn	Feet from the	North/ Line	Feet from the	East/West line	County
G	26	21N	7W	J	1860	North	1970	East	Sandoval

11 Bottom Hole Location

UL or lot no.	Township AME	Range AS	L	Feet from the BOVE	North/South	line	Feet from the	East/	West line	County
12 Lse Code F	cing Method Code		onnection ate	¹⁵ C-129 Pern	nit Number	¹⁶ (C-129 Effective	Date	¹⁷ C-12	9 Expiration Date

III. Oil and Gas Transporters

18 Transporter OGRID	¹⁹ Transporter Name and Address	²⁰ POD	²¹ O/G	²² POD ULSTR Location and Description
	PNM Gas Measurement 414 Silver Ave., SW Albuquerque, NM 87102		G	NW/4 SEC 10-T20N-R6W McKinley County, NM
and the second		100 To		RCUD NOU 3 '08 OIL CONS. DIV.
	,		15	DIST. 3

IV. Produced Water

ſ	²³ POD	²⁴ POD ULSTR Location and Description
-		Federal 21-6-28 SWD #33 (Unit M: Sec 28-T21N-R6W - SWSW) Sandoval County, NM

V. Well Completion Data

25 Spud Date 8/4/08 26 Ready Date 10/7/08 31 Hole Size 32 Casin		, , , , , , , , , , , , , , , , , , ,		²⁹ Perforations 514'-600'	³⁰ DHC, MC	
		g & Tubing Size	33 Depth Se	et	³⁴ Sacks Cement	
12-1/4"	-1/4" 8-5/8" 24#		217' KB	17	170 sx; circ 10 bbls to surf 252 sx; circ 10 bbls to surf	
7-7/8"	4-1	4-1/2" 10.5#		25		
	2-:	3/8" 4.7#	671'			

VI. Well Tes	st Data				
35 Date New Oil	³⁶ Gas Delivery Date WO	³⁷ Test Date PIPELINE	38 Test Length	³⁹ Tbg. Pressure	⁴⁰ Csg. Pressure
41 Choke Size	⁴² Oil	43 Water	⁴⁴ Gas	⁴⁵ AOF	46 Test Method
been complied with	at the rules of the Oil Cons and that the information giv of my knowledge and belie	ven above is true and	Approved by:	DISERVATION DIVIS	
Printed name: MARCIA ST			Title: SUPERVISOR	DISTRICT#3	
Title: AGENT FOR SG IN	ITERESTS I, LTD		Approval Date: NOV 1	2 2008	

E-mail Address:

Marcia@nikaenergy.com Date: Phone: Oct 28, 2008 970-259-2701

Provide production information when available