

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

Form C-104  
Revised June 10, 2003

Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Submit to Appropriate District Office  
5 Copies

☐ AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

<sup>1</sup> Operator name and Address SG Interests I, Ltd (c/o Nika Energy Operating, LLC) PO Box 2677 Durango, CO 81302		<sup>2</sup> OGRID Number 020572
		<sup>3</sup> Reason for Filing Code/ Effective Date NW
<sup>4</sup> API Number 30 - 043-21057	<sup>5</sup> Pool Name Basin Fruitland Coal	<sup>6</sup> Pool Code 71629
<sup>7</sup> Property Code 35513	<sup>8</sup> Property Name FEDERAL 21-6-29	<sup>9</sup> Well Number 2

II. <sup>10</sup> Surface Location

UL or lot no. C	Section 29	Township 21N	Range 6W	Lot.Idn	Feet from the 730'	North/ Line North	Feet from the 1960	East/West line West	County Sandoval
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<sup>11</sup> Bottom Hole Location

UL or lot no.	Section S	Township AME	Range AS	Lot Idn A	Feet from the BOVE	North/South line	Feet from the	East/West line	County
<sup>12</sup> Lse Code F	<sup>13</sup> Producing Method Code		<sup>14</sup> Gas Connection Date		<sup>15</sup> C-129 Permit Number	<sup>16</sup> C-129 Effective Date		<sup>17</sup> C-129 Expiration Date	

III. Oil and Gas Transporters

<sup>18</sup> Transporter OGRID	<sup>19</sup> Transporter Name and Address PNM Gas Measurement 414 Silver Ave., SW Albuquerque, NM 87102	<sup>20</sup> POD	<sup>21</sup> O/G G	<sup>22</sup> POD ULSTR Location and Description NW/4 SEC 10-T20N-R6W McKinley County, NM
				RCVD NOV 3 '08 OIL CONS. DIV. DIST. 3

IV. Produced Water

<sup>23</sup> POD	<sup>24</sup> POD ULSTR Location and Description Federal 21-6-28 SWD #33 (Unit M: SWSW Sec 28-T21N-R6W - SWSW) Sandoval County, NM
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V. Well Completion Data

<sup>25</sup> Spud Date 7/9/08	<sup>26</sup> Ready Date 10/23/08	<sup>27</sup> TD 1040'	<sup>28</sup> PBSD 994'	<sup>29</sup> Perforations 820'-832'	<sup>30</sup> DHC, MC
<sup>31</sup> Hole Size 12-1/4"		<sup>32</sup> Casing & Tubing Size 8-5/8" 24#		<sup>33</sup> Depth Set 215' KB	<sup>34</sup> Sacks Cement 150 sx; circ 10 bbls to surf
<sup>31</sup> Hole Size 7-7/8"		<sup>32</sup> Casing & Tubing Size 4-1/2" 10.5#		<sup>33</sup> Depth Set 1037' KB	<sup>34</sup> Sacks Cement 300 sx; circ 12 bbls to surf
		2-3/8" 4.7#		837'	

VI. Well Test Data

<sup>35</sup> Date New Oil	<sup>36</sup> Gas Delivery Date WO	<sup>37</sup> Test Date PIPELINE	<sup>38</sup> Test Length	<sup>39</sup> Tbg. Pressure	<sup>40</sup> Csg. Pressure
<sup>41</sup> Choke Size	<sup>42</sup> Oil	<sup>43</sup> Water	<sup>44</sup> Gas	<sup>45</sup> AOF	<sup>46</sup> Test Method

<sup>47</sup> I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature: Marcia Stewart		11/10/08 OIL CONSERVATION DIVISION Approved by: Charles R. 11-12-08 Title: SUPERVISOR DISTRICT # 3 Approval Date: NOV 12 2008
Printed name: MARCIA STEWART		
Title: AGENT FOR SG INTERESTS I, LTD		
E-mail Address: Marcia@nikaenergy.com		
Date: Oct 28, 2008	Phone: 970-259-2701	Provide production information when available