

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
SUNDRY NOTICES AND REPORTS ON WELLS

NOV 04 2008

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

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

5 Lease Serial No

NMNM99732

6. If Indian, Allottee or Tribe Name

RCVD NOV 10 '08

7. If Unit or CA/Agreement, Name and/or No

OIL CONS. DIV.

DIST. 3

8. Well Name and No

FEDERAL 21-6-29 #2

9. API Well No.

30-043-21057

10. Field and Pool, or Exploratory Area

Basin Fruitland Coal

Sandoval County, NM

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator

SG Interests I, Ltd., c/o Nika Energy Operating, LLC

3a. Address

PO Box 2677, Durango, CO 81302

3b. Phone No. (include area code)

(970) 259-2701

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Unit C- 730' FNL, 1960' FWL (NENW)

Sec 29-T21N-R6W

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input 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 checked="" 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 checked="" type="checkbox"/> Other Completion
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Update
	<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.)

(See Sundry Notice dated 7/17/08). MIRUSU (9/22/08) PU 3-7/8" bit, scraper, 2 ea 3-1/8" DC's, 2-3/8" tbg work string & RIH to PBTB (994' KB). Roll hole w/2% KCl wtr, POOH. PT 4-1/2" csg, WH, & BOPE to 3000 psi, ok. Rn GR/CBL/CCL logs from PBTB (994' - bottom of surface csg). Perf interval 820'-832' (12') w/3-1/8" csg gun, 4 spf, 120 degree phasing (48 holes); all shots fired. Frac well as follows (10/15/08): pmpd acid, pmpd 165 B/DynaFrac 20 containing 51,000# 20/40 Brady Sand; pmpd flush. PU bailer & CO to PBTB; Swabbed well. Land 2-3/8" 4.75# J-55 tbg (893.73') + 2-3/8" NC on bottom @ 900'; 2-3/8" SN on top of btm jt @ 865' KB. PU 2" x 1-1/2" x 8' insert pump, bucket test, & RIH on 3/4" STR tool, 34 ea 3/4" rods, 1 ea 3/4" x 2' pony rod. Land w/polish rod (10/23/08). WOPL ✓

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

Name (Printed/Typed)

Marcia Stewart

Title

Agent for SG Interests I Ltd

Signature

Date

October 28, 2008

THIS SPACE FOR FEDERAL OR STATE USE

Approved by

Title

Date

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 USC 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)

NMOCD 8 11/12

ACCEPTED FOR RECORD

NOV 05 2008

FARMINGTON FIELD OFFICE
BY T. Salinas