

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 - 031-21102	<sup>5</sup> Pool Name Fruitland Coal	<sup>6</sup> Pool Code 71629
<sup>7</sup> Property Code 36640	<sup>8</sup> Property Name FEDERAL 20-5-6	<sup>9</sup> Well Number 3

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

UL or lot no. L	Section 6	Township 20N	Range 5W	Lot.Idn	Feet from the 1865	No/So Line SOUTH	Feet from the 890	East/West line WEST	County McKinley
--------------------	--------------	-----------------	-------------	---------	-----------------------	---------------------	----------------------	------------------------	--------------------

<sup>11</sup> Bottom Hole Location

UL or lot no.	Section	Township SAME	Range AS	Lot Idn	Feet from the ABOVE	North/South line	Feet from the	East/West line	County
<sup>12</sup> Lse Code F	<sup>13</sup> Producing Method Code P	<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	<sup>20</sup> POD	<sup>21</sup> O/G	<sup>22</sup> POD ULSTR Location and Description
8503	New Mexico Gas Company 7120 Wyoming Blvd, NE #20 Albuquerque, NM 87109		G	SWNE SEC 10-T20N-R6W (CDP) McKinley County, NM RCVD SEP 28 '09 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
-------------------	---

V. Well Completion Data

<sup>25</sup> Spud Date 8/24/07	<sup>26</sup> Ready Date 7/30/09	<sup>27</sup> TD 1075'	<sup>28</sup> PBTD 1015'	<sup>29</sup> Perforations 608'-626'	<sup>30</sup> DHC, MC
<sup>31</sup> Hole Size	<sup>32</sup> Casing & Tubing Size	<sup>33</sup> Depth Set	<sup>34</sup> Sacks Cement		
12-1/4"	8-5/8"	173'	150 sx; 13 B/cem circ to surf		
7-7/8"	4-1/2"	1058'	320 sx; 2 B/cem circ to surf		
	2-3/8"	728'			

VI. Well Test Data

<sup>35</sup> Date New Oil n/a	<sup>36</sup> Gas Delivery Date WO Pipeline Hookup	<sup>37</sup> Test Date	<sup>38</sup> Test Length 24 hrs	<sup>39</sup> Tbg. Pressure #	<sup>40</sup> Csg. Pressure #
<sup>41</sup> Choke Size "	<sup>42</sup> Oil 0	<sup>43</sup> Water	<sup>44</sup> Gas	<sup>45</sup> AOF	<sup>46</sup> Test Method Pumping

<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:

Printed name: Marcia Stewart

Title:  
Agent for SG Interests

E-mail Address:  
marcia@nikaenergy.com

Date: 9/24/09  
Phone: (970) 259-2701

10/7/09 OIL CONSERVATION DIVISION

Approved by:

*Charles H. Lewis* 10-7-09

Title: SUPERVISOR DISTRICT # 3

Approval Date: OCT 07 2009

Provide production  
information when available

*Bernard*

8