

Form 100-5
(December 1991)

RECEIVED
DEC-7 1992
OIL CON. DIV.
DIST. 3

SUBMIT IN TRIPLICATE*
(Other instructions on
reverse side)

Form approved.
Budget Bureau No. 1004-0136
Expires: December 31, 1991

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR DEEPEN

1a. TYPE OF WORK
DRILL ☒ DEEPEN ☐

b. TYPE OF WELL
OIL WELL ☐ GAS WELL ☒ OTHER ☐ SINGLE ZONE ☒ MULTIPLE ZONE ☐

2. NAME OF OPERATOR
SG Interests I, Ltd. Attn: A. M. O'Hare

3. ADDRESS AND TELEPHONE
P. O. Box 421 Blanco, N.M. 87412-0421 (505) 325-5599

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)
At surface 840' TSL, 1103' FWL
At proposed prod. zone Same

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*
2 miles North of Aztec, N.M.

15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT.
(Also to nearest drilg. unit line, if any.) 840'

16. NO. OF ACRES IN LEASE 247.2/2

17. NO. OF ACRES ASSIGNED TO THIS WELL 1/320

18. DISTANCE FROM PROPOSED* LOCATION TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. 100'

19. PROPOSED DEPTH 2558'

20. ROTARY OR CABLE TOOLS Rotary

21. ELEVATIONS (Show whether DF, RT, GR, etc.) 5873' CL

22. APPROX. DATE WORK WILL START* As Soon As Permitted

5. LEASE DESIGNATION AND SERIAL NO.
5E-078097

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME, WELL NO. 9734
Federal 31-11-28

9. API WELL NO. 2

10. FIELD AND POOL, OR WILDCAT
Basin Fruitland Coal 71629

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA
Sec. 28, T31N, R11W

12. COUNTY OR PARISH San Juan

13. STATE N.M.

PROPOSED CASING AND CEMENTING PROGRAM				DRILLING OPERATIONS AUTHORIZED ARE SUBJECT TO COMPLIANCE WITH ATTACHED GENERAL REQUIREMENTS	
SIZE OF WELL	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT	
12-1/8"	8-5/8"	24# J-55	250'	236 ft. Class B w/2% CaCl	
7-7/8"	5-1/2"	15.5# J-55	2558'	525 ft. 65/35 Pozmix w/6% Gel	
				118 ft. Class B Neat Tail	

SG Interests I, Ltd. proposes to drill a vertical well to develop the Fruitland Coal formation at the above described site in accordance with the attached drilling and surface use programs.

This APD is also serving as application to obtain BLM road Right-of-Way. The right-of-way will be an existing road extending from State Highway 173. The requested right-of-way is approximately 1.25 miles long and 30 feet wide. The right-of-way crosses NW/SW, NE/SW, SE/NW, SW/NE and NE/NE of Section 31 and the SW/SW of Section 28, all of T21N, R11W of San Juan County, New Mexico.

IN ABOVE SPACE, CHECK/RE PROPOSED PROGRAM: If proposal is to deepen, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

24. A. M. O'Hare
SIGNATURE [Signature] TITLE Agent SG Interests I, Ltd. DATE 11/2/92
(This space for Federal or State office use)

PERMIT NO. _____ APPROVAL DATE _____
Application approval 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 operations thereon.
CONDITIONS OF APPROVAL, IF ANY:

APPROVED BY [Signature] TITLE [Signature] DATE 11/2/92
*See Instructions On Reverse Side
AREA MANAGER

Submit to my office
District Office
State Lease - 4 copies
Fee Lease - 3 copies

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised 1-1-89

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

DISTRICT I
P.O. Box 1966 Hobbs, NM 88240

DISTRICT IV
P.O. Drawer 80, Artesia, NM 88210

DISTRICT VI
1600 Rio Grande Rd., Aztec, NM 87410

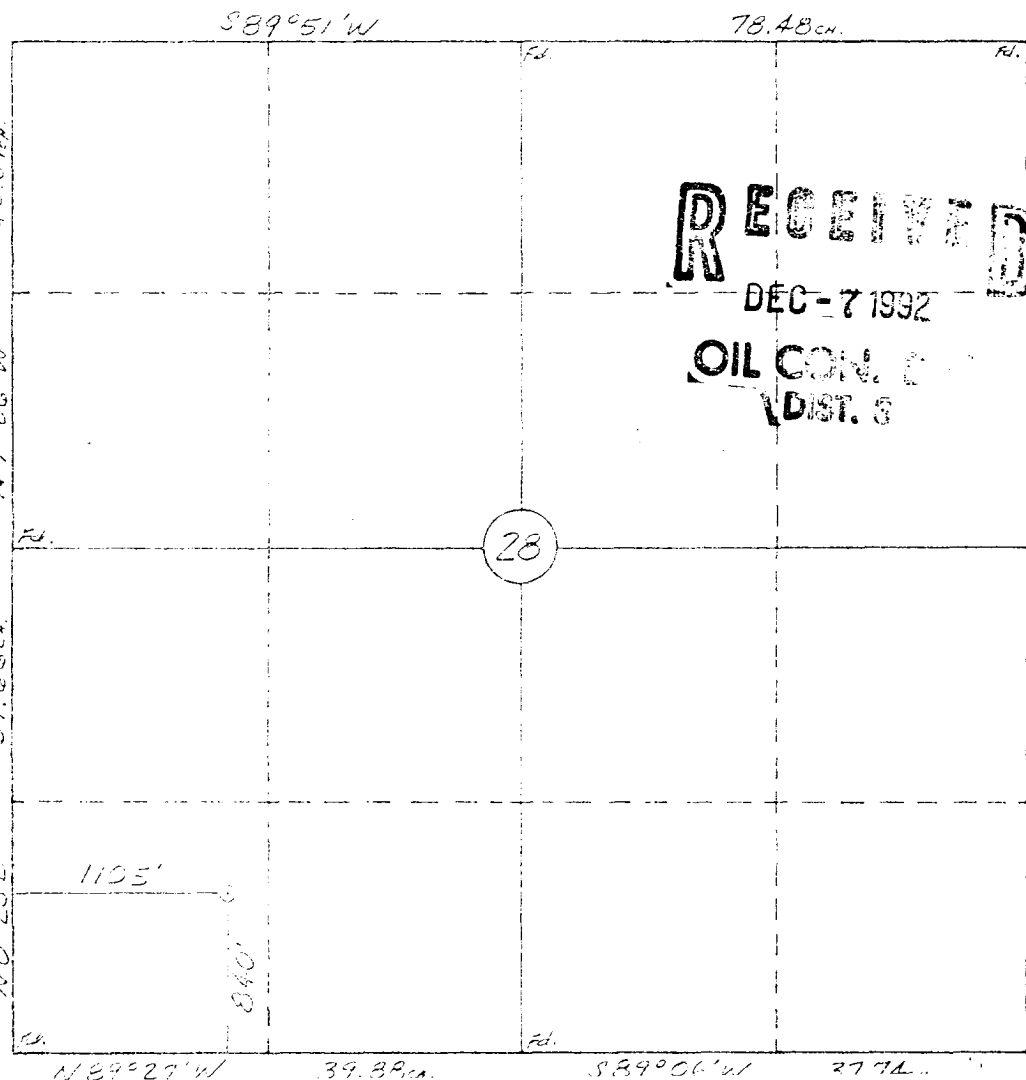
WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator S G INTERESTS I, LTD.		Lease FEDERAL 31-11-28		Well No. 2
Unit Letter M	Section 28	Township 31 N	Range 11 W	County San Juan
Actual Footage Location of Well: 840 feet from the South line and 1105 feet from the West line				
Ground level Elev 5873	Producing Formation Fruitland Coal	Pool Basin Fruitland Coal	Dedicated Acreage 320 Acres	

- Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.
☐ Yes ☐ No If answer is "yes" type of consolidation _____
If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary).
No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.

0 330 660 990 1320 1650 1980 2310 2640 2970 3300 3630 3960 4290 4620 4950 5280 5610 5940 6270 6600



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Signature
A. M. O'Hare

Printed Name
A. M. O'Hare

Position
President/Agent

Company
Maralex Resources Inc.

Agent
SG Interests I, Ltd.

Date
11/2/92

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

10-19-92

Date Surveyed
William E. Mahnke II

Signature & Seal of Professional Surveyor
William E. Mahnke II

Professional Land Surveyor
#8466
Certificate No. **8466**

86°52'30"

