Submit 3 Copies To Appropriate District Office	State of New Mexico			Form C-103
<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240	Energy, Minerals and Natural Resources		ces WE	May 27, 2004 LL API NO.
District II 1301 W. Grand Ave., Artesia, NM 88210	OIL CONSERV	ATION DIVISION	N	30-025-11140
District III	1220 South St. Francis Dr.		5. Ii	ndicate Type of Lease
1000 Rio Brazos Rd., Aztec, NM 87410 <u>District IV</u>	Santa Fe, NM 87505		6. S	STATE FEE FED FED tate Oil & Gas Lease No.
1220 S. St. Francis Dr., Santa Fe, NM 87505				NM 12612
SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)			7. L	ease Name or Unit Agreement Name NM 70962X
1. Type of Well: Oil Well	Gas Well Other	Injector	8. V	Vell Number Cooper Jal Unit 117
2. Name of Operator	7		9. 0	OGRID Number 193003
3. Address of Operator	SDG Resources L. P. P. O. Box 1390		10	Deel war well a variation
3. Address of Sperator	Montrose, CO 81402		Tans	Pool name or Wildcat JALMAT: sill, Yates & 7-Rivers; LANGLIE FTIX: 7-Rivers, Queen & Grayburg
4. Well Location				- Control of Charles
Unit LetterN;	660feet from the	SOUTH line and	d1980	feet from the WEST line
Section 18	Township	24S Range	37E	NMPM LEA County
	11. Elevation (Show wh	nether DR, RKB, RT, G 3,320' KB	R, etc.)	A CONTRACTOR OF THE PARTY OF TH
Pit or Below-grade Tank Application or Closure				
Pit type_DIRTDepth to Groundwater130 feetDistance from nearest fresh water well_>1000 feetDistance from nearest surface water_>1000 feet Pit Liner Thickness: 12 mil Below-Grade Tank: Volume 200 bbls; Construction Material Synthetic				
Solo, Construction Waterial Synthetic				
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data				
NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF:				
PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING COMMENCE DRILLING OPNS PAND A				
TEMPORARILY ABANDON				
OTHER: Drill CIBP, Deepen, Acidize and Fracture Stimulate.				
13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion				
or recompletion. Objective: Drill CIBP, Deepen producer to 3,750'and complete as Jalmat/Langlie Mattix: acidize, and fracture stimulate.				
1. MIRU Pulling Unit. POOH with rods, pump and tubing string.				
 RIH w/ 4 ¾" bit & 6 - 3 ½" drill collars on 2 7/8" work string. Drill CIBP at 3,318'. Deepen well to new TD at 3,780'. Lay down bit & drill collars. RU Wireline Company. Run Compensated Neutron Log from TD to 2500'. 				
 Lay down bit & drill collars. RU Wireline Company. Run Compensated Neutron Log from TD to 2500'. Perf Yates (2970'-3200'), 7-Rivers (3240'-3326'), 180 degree phasing, 2 JHPF, using 4" HSC gun. RD Wireline. 630 				
5. RIH with 5 1/2" packers on 2 7/8" work string				
6. Acidize open hole (3,341'-3,750'); perfs: 7-Rivers (3240'-3326') & Yates (2970'-3200'), with 4,000 gallons 15% NEFE 描Cl acid.				
 7. POOH with 2 7/8" work string. RIH with 5 ½" Frac packers on 3 ½" work string. 8. Fracture stimulate open hole (3341'-3750') with 60,000 12/20 mesh sand; perfs 7-Rivers (3240'-3326') & Yates (2970'-3200') with 				
60,000# 12/20 mesh sand. POOH and lay down 3 ½" work string and packer.				
9. Clean out well to new TD with sand bailer on 2 7/8" work string. Lay down bailer and 2 7/8" work string.				
 10. RIH 2 7/8" production string, pump and rods. Place well on production. Turn over to operations. 11. Fold Pit Liner inward, cover with 20 mil liner and cover with top soil. File Form C144 with NMOCD. 				
11. Told I it Ellier lilward, cover wi	in 20 mm inner and cover v	with top soil. File Form	1 C144 with M	IMOCD.
			•	DHC- R-5590
I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or belowgrade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit or an (attached) alternative OCD-approved plan.				
SIGNATURE Jomingo Carrigal TITLE Senior Petroleum Engineer DATE 3/21/05				
Type or print name For State Use Only	E-mail	address: Domingo@sd	lgresources c	STAFF MANAGENO. 432-580-8500
APPROVED BY: Four (1)	1.)	· FITLE	4	
Conditions of Approval (if any):	www	IIILE		DATE 2 8 2005

