

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., 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 and Natural Resources

Form C-103

May 27, 2004

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO.

30-025-25882

5. Indicate Type of Lease

STATE ☐ FEE ☐ FED ☒

6. State Oil & Gas Lease No.

NM 12612

7. Lease Name or Unit Agreement Name

NM 70962X

8. Well Number Cooper Jal Unit 116

9. OGRID Number 193003

10. Pool name or Wildcat JALMAT: Tan,
Y, 7-R; Langlie Mattix: 7-R, Q, GB

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.)

1. Type of Well: Oil Well ☐ Gas Well ☐ Other ☐ Injector ☒

2. Name of Operator

SDG Resources L. P.

3. Address of Operator

P. O. Box 1390
Montrose, CO 81402

4. Well Location

Unit Letter _____ M _____ 660 _____ feet from the _____ SOUTH _____ line and _____ 660 _____ feet from the _____ WEST _____ line
Section 18 Township 24S Range 37E NMPM LEA County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3,326' GL

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water >1000 feet

Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material Synthetic

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐

TEMPORARILY ABANDON ☐ CHANGE PLANS ☐

PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐ P AND A ☐

CASING/CEMENT JOB ☐

OTHER: Performed Step-Rate Test. ☒

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: Performed Step-Rate Test.

1. Shut well in 24 hours prior to test.
2. R.U. Arc Pressure Data, Inc. on 11/14/05.
3. RIH with pressure bomb and located at 3,186' (Mid-Perfs Point).
4. Started injection at 600 bwpd for 1 hour.
5. Ramped rates up at 200 bwpd increments per hour.
Obtained 5 points before parting pressure and 5 points after parting pressure.
6. POOH with pressure bomb. R. D. Arc Pressure Data, Inc.
7. Place well on injection at 170 bwpd.

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 below-
grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Domingo Carrizales TITLE Senior Petroleum Engineer DATE 2/22/06

Type or print name
For State Use Only

E-mail address: Domingo@sdgresources.com Telephone No. 432-580-8500

APPROVED BY: Larry W. Wink
Conditions of Approval (if any):

OG FIELD REPRESENTATIVE II/STAFF MANAGER

FEB 27 2006