

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.	30-025-11290
5. Indicate Type of Lease STATE ☐ FEE ☐ FED ☒	
6. State Oil & Gas Lease No. 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. Lease Name or Unit Agreement Name NM 70962X
1. Type of Well: Oil Well ☐ Gas Well ☐ Other ☐ Injector ☒		8. Well Number Cooper Jal Unit 228
2. Name of Operator SDG Resources L. P.		9. OGRID Number 193003
3. Address of Operator P. O. Box 1390 Montrose, CO 81402		10. Pool name or Wildcat JALMAT: Tansill, Yates & 7-Rivers
4. Well Location Unit Letter C 660 feet from the NORTH line and 1917 feet from the WEST line Section 30 Township 24S Range 37E NMPM LEA County		
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,276' 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:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK ☐	PLUG AND ABANDON ☐	REMEDIAL WORK ☐	ALTERING CASING ☐
TEMPORARILY ABANDON ☐	CHANGE PLANS ☐	COMMENCE DRILLING OPNS. ☐	P AND A ☐
PULL OR ALTER CASING ☐	MULTIPLE COMPL ☐	CASING/CEMENT JOB ☐	
OTHER: ☐		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 11/17/05.
3. RIH with pressure bomb and located at 3,080' (Mid Perfs Point).
4. Started injection at 600 bwpd for 1 hour.
5. Ramped rates up at 200 bwpd increments per hour.
Obtained 3 points before parting pressure and 6 points after parting pressure.
6. POOH with pressure bomb. R. D. Arc Pressure Data, Inc.
7. Placed well on injection at 345 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 Carvajales 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 TITLE OC FIELD REPRESENTATIVE II / STAFF MANAGER

Conditions of Approval (if any)

FEB 27 2006