

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.	30-025-25682
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>	
6. State Oil & Gas Lease No. NM 12612	
7. Lease Name or Unit Agreement Name NM 70962X	
8. Well Number Cooper Jal Unit 151w	
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 <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> Injector <input checked="" type="checkbox"/>	
2. Name of Operator SDG Resources L. P.	
3. Address of Operator P. O. Box 1390 Montrose, CO 81402	
4. Well Location Unit Letter <u>A</u> <u>998</u> feet from the <u>NORTH</u> line and <u>170</u> feet from the <u>EAST</u> line Section <u>24</u> Township <u>24S</u> Range <u>36E</u> NMPM <u>LEA</u> County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,304' GL	
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>	
Pit type <u>Depth to Groundwater</u> Distance from nearest fresh water well <u>Distance from nearest surface water >1000 feet</u>	
Pit Liner Thickness: <u>mil</u> Below-Grade Tank: Volume <u>bbls</u> ; Construction Material <u></u>	

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 11/16/05.
3. RIH with pressure bomb and located at 3,452' (Mid Perfs Point).
4. Started injection at 1000 bwpd for 1 hour.
5. Ramped rates up at 200 bwpd increments per hour.
Obtained 2 points before parting pressure and 3 points after parting pressure.
6. POOH with pressure bomb. R. D. Arc Pressure Data, Inc.
7. Placed well on injection at 116 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 NMOC 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 E-mail address: Domingo@sdgresources.com Telephone No. 432-580-8500

For State Use Only

APPROVED BY: Larry W. Wink TITLE DATE FEB 27 2006

Conditions of Approval (if any):

OCD FIELD REPRESENTATIVE II/STAFF MANAGER