

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

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

Form C-103  
Revised June 10, 2003

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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.)		WELL API NO. 30-015-34110
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator SDX Resources, Inc.		6. State Oil & Gas Lease No.
3. Address of Operator PO Box 5061, Midland, TX 79704		7. Lease Name or Unit Agreement Name Sedona
4. Well Location Unit Letter <u>P</u> : <u>604</u> feet from the <u>South</u> line and <u>990</u> feet from the <u>East</u> line Section <u>21</u> Township <u>17S</u> Range <u>28E</u> NMPM <u>Eddy</u> County		8. Well Number 2
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3622' GR		9. OGRID Number 020451
		10. Pool name or Wildcat Red Lake, QN-GB-SA

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 COMPLETION ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐

COMMENCE DRILLING OPNS.X ☐ PLUG AND ABANDONMENT ☐

CASING TEST AND CEMENT JOB ☐

OTHER: ☐

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.

Spud 12-1/4" hole 2:30 pm 11/12/05. Drill to 435'. Run 11 jts 8-5/8" J-55 24# csg. Land off @ 392'. Cmt w/350 sx C. Circ 125 sx. WOC 18 hrs.

Start drlg 7-7/8" hole. Reached TD 3600' 11/19/05. Run OH logs. Cut 26 cores: 3527', 3478, 3470, 3398, 3336, 3306, 3291, 3204, 3152, 3121, 3095, 2854, 2612, 2583, 2526, 2481, 2437, 2309, 2180, 2011, 1958, 1935, 1735, 1476, 737, & 716'. RU csg crew & run 91 jts 17#-15.5# J-55 csg. Set @ 3592'. Cmt w/350 sx 35/65 & 300 sx C. Circ 10 sx.

Released Rig 11:00 am 11/21/05.

WO Completion.

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

SIGNATURE Bonnie Atwater TITLE Regulatory Tech DATE 12/15/05

Type or print name Bonnie Atwater E-mail address: batwater@sdxresources.com Telephone No. 432/685-1761

(This space for State use)

APPROVED BY FOR RECORDS ONLY TITLE  DATE DEC 28 2005

Conditions of approval, if any: