## State of New Mexico

Form C-103

Revised 1-1-89 Energy, Minerals and Natural Resources Department District Office DISTRICT I OIL CONSERVATION DIVISION P.O. Box 1980, Hobbs, NM 88240 WELL API NO. 2040 Pacheco St. 30-015-22826 Santa Fe, NM 87505 DISTRICT II sIndicate Type of Lease P.O. Drawer DD, Artesia, NM 88210 STATE FEE **DISTRICT III** State Oil & Gas Lease No 1000 Rio Brazos Rd., Aztec, NM 87410 SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A 7Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" State 32 Com (FORM C-101) FOR SUCH PROPOSALS.) Type of Well: RECEIVED WELL | WELL X OTHER «Well No. 2Name of Operator SEP 1 0 7004 SDX Resources, Inc. 020451 OCD-AHTEBIA 3Address of Operator Pool name or Wildcat PO Box 5061, Midland, TX 79704 Burton Flat, Strawn, N (Gas) 4Well Location 660 North 1980 Feet From The Unit Letter Line and Feet From The i ine 32 198 28E Section Range Eddy County 10Elevation (Show whether DF, RKB, RT, GR, etc.) Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PLUG AND ABANDON PERFORM REMEDIAL WORK REMEDIAL WORK ALTERING CASING TEMPORARII Y ARANDON COMMENCE DRILLING OPNS CHANGE PLANS PLUG AND ANBANDONMENT PULL OR ALTER CASING CASING TEST AND CEMENT JOB Propose to TA X OTHER: OTHER: 12Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103. **Existing Condition:** 11-3/4" 42# H-40 @ 360'. Cmt w/375 sx. Circ. 8-5/8" 24# K-55 & S-80 @ 2608'. Cmt w/1150 sx. Circ 4-1/2" 11.6# & 13.5# N-80 & K-55 set @ 11135'. Cmtd w/460 sx. DV tool @ 7120'. TOC 5210' by TS. Perfs: 10596-10930. CIBP @ 10520' w/30' cmt Perfs: 9516-53 acidized & fraced. Notify OCD 24 hours Proposal:

prior to test. 748-1283

Propose to set CIBP @ 9440' & cap w/35' cmt to permanently abandon Morrow zone.

Propose to then circulate hole w/inert packer fluid & test csg to 500# for 30 min to T&A wellbore pending on uphole re-completion.

A-Chart Test				
I hereby certify that the information above is/the and complete to the best of my knowledge and belief.				
SIGNATURE Bonnie thuster	TITLE Regulator	ry Tech DATE	09-09-04	
TYPE OR PRINT NAME Bonnie Atwater		TELEPHONE	TELEPHONE NO.	
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APPROVED BY

CONDITIONS OF APPROVAL, IF ANY:

SEP 13 2004