

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88213
District III
1000 Rio Brazos Rd., Aztec, NM 87411
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources

Form C-104
Revised June 10, 2003

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Submit to Appropriate District Office
5 Copies

☐ AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

| | | |
|---|---|---|
| ¹ Operator name and Address SDX Resources, Inc. PO Box 5061 Midland, TX 79704 | | ² OGRID Number 020451 |
| | | ³ Reason for Filing Code/ Effective Date NW |
| ⁴ API Number 30 - 015-35627 | ⁵ Pool Name Artesia, GL-YE OCD-ARTESIA | ⁶ Pool Code 96830 |
| ⁷ Property Code 27688 | ⁸ Property Name Williams B Federal | ⁹ Well Number 1 |

II. ¹⁰ Surface Location

| | | | | | | | | | |
|--------------------|---------------|-----------------|--------------|---------|------------------------|--------------------------|----------------------|------------------------|----------------|
| Ul or lot no. E | Section 29 | Township 17S | Range 28E | Lot Idn | Feet from the 1650' | North/South Lin North | Feet from the 990 | East/West line West | County Eddy |
|--------------------|---------------|-----------------|--------------|---------|------------------------|--------------------------|----------------------|------------------------|----------------|

¹¹ Bottom Hole Location

| | | | | | | | | | |
|-----------------------------|---|---|-----------------------------------|------------------------------------|-------------------------------------|------------------|---------------|----------------|--------|
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
| ¹² Lse Code F | ¹³ Producing Method Code Pmp | ¹⁴ Gas Connection Date 8-20-07 | ¹⁵ C-129 Permit Number | ¹⁶ C-129 Effective Date | ¹⁷ C-129 Expiration Date | | | | |

III. Oil and Gas Transporters

| | | | | |
|------------------------------------|---|-------------------|-------------------|---|
| ¹⁸ Transporter OGRID | ¹⁹ Transporter Name and Address | ²⁰ POD | ²¹ O/G | ²² POD ULSTR Location and Description |
| 034019 | ConocoPhillips | | O | Sec 29, T17S, R28E |
| 221115 | Frontier | | G | Sec 29, T17S, R28E |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |

IV. Produced Water

| | |
|-------------------|--|
| ²³ POD | ²⁴ POD ULSTR Location and Description Sec 29, T17S, R28E |
|-------------------|--|

V. Well Completion Data

| | | | | | |
|------------------------------------|---|---------------------------------|---|---|-----------------------|
| ²⁵ Spud Date 6-21-07 | ²⁶ Ready Date 8-15-07 | ²⁷ TD 3575 | ²⁸ PBDT 3530 | ²⁹ Perforations 3356 - 3446 | ³⁰ DHC, MC |
| ³¹ Hole Size 12-1/4" | ³² Casing & Tubing Size 8-5/8" K-55 24# | ³³ Depth Set 457' | ³⁴ Sacks Cement 375 sx CI C | | |
| 7-7/8" | 5-1/2" K-55 15.5# | 3564' | 850 sx C | | |
| | | | | | |
| | 2-7/8" Tbg | 3413' | | | |

VI. Well Test Data

| | | | | | |
|--|--|------------------------------------|---------------------------------|-----------------------------|----------------------------------|
| ³⁵ Date New Oil 8-20-07 | ³⁶ Gas Delivery Date 8-20-07 | ³⁷ Test Date 9-12-07 | ³⁸ Test Length 24 | ³⁹ Tbg. Pressure | ⁴⁰ Csg. Pressure |
| ⁴¹ Choke Size | ⁴² Oil 33 | ⁴³ Water 128 | ⁴⁴ Gas 44 | ⁴⁵ AOF | ⁴⁶ Test Method Pmp |
| ⁴⁷ I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature: <i>Bonnie Atwater</i> | | | OIL CONSERVATION DIVISION | | |
| Printed name: Bonnie Atwater | | | Approved by: BRYAN G. ARRANT | | |
| Title: Regulatory Tech | | | Title: DISTRICT II GEOLOGIST | | |
| E-mail Address: batwater@sdresources.com | | | Approval Date: SEP 21 2007 | | |
| Date 9-19-07 | | Phone: 432/685-1761 | | | |