N.M. Oil Cons. DIV-Dist. 2 1301 W. Grand Avenue Artesia, NM 88210

RECEIVED Form 3160-5 FORM APPROVED UNITED STATES OMB No. 1004-0135 Expires January 31, 2004 (September 2001) DEPARTMENT OF THE INTERIOR APR 2 0 2004 BUREAU OF LAND MANAGEMENT 5. Lease Serial No. NM-048344 SUNDRY NOTICES AND REPORTS ON WELLS **BED-ARTES** Do not use this form for proposals to drill or to re-enter an 6. If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. SUBMITAIN TRIPLICATE Fother instructions on reverse side 7. If Unit or CA/Agreement, Name and/or No. Type of Well Oil Well 🚨 Gas Well 🚨 Other Well Name and No. Williams A Federal #4 Name of Operator SDX Resources, Inc. API Well No. 30-015-21969 3a. Address 3b. Phone No. (include area code) PO Box 5061, Midland, TX 79704 10. Field and Pool, or Exploratory Area 432/685-1761 Empire, YT-7R, East (22260) 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State 2310' FNL 990' FEL Eddy Co., NM H, Sec 28, 17S, R28E 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION ☐ Water Shut-Off Acidize Deepen ☐ Production (Start/Resume) Notice of Intent Well Integrity
Change of Reclamation ☐ Fracture Treat Alter Casing Recomplete Casing Repair ☐ New Construction Subsequent Report Operator Plug and Abandon ☐ Temporarily Abandon Change Plans Final Abandonment Notice ☐ Water Disposal Plug Back Convert to Injection 13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration interest. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.) This is notification of change of operator on the above referenced well. SDX Resources. Inc. as new operator accepts all applicable terms, conditions, stipulations and restrictions concerning operations conducted on this or portion of lease described. Bond Coverage: Statewide Bond - State of New Mexico BLM Bond File No.: NM 2307 APR 1 9 2004 Former Operator: Kersey & Co. Change of Operator Effective: 4/1/04 LINDA A. ASKWIG Accepted for record - NMOCD RURFALL OF LAND MAINAG 14. I hereby certify that the foregoing is true and correct ROSWELL FIELD OFFICE Name (Printed/Typed) Vice President John Pool Title 4/8/04 Signature Date FOR FEDERALIOR STATE OFFICE USE

Title Date Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Office

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.