

N.M. Oil Cons. DIV-Dist. 2
1301 W. Grand Avenue
UNITED STATES DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
88210
SUBMIT IN DUPLICATE*
(See other instructions on reverse side)FORM APPROVED
OMB NO. 1004-0137
Expires: February 28, 1995

5. LEASE DESIGNATION AND SERIAL NO.

NMMN-048344

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME, WELL NO.

Williams A Federal #2

9. API WELL NO.

30-015-32459 S1

10. FIELD AND POOL, OR WILDCAT

Artesia, GL-YE

11. SEC., T., R., M., OR BLOCK AND SURVEY OR AREA

Sec 29, T17S, R28E, K

WELL COMPLETION OR RECOMPLETION REPORT AND LOG*

1a. TYPE OF WELL: OIL WELL ☒ GAS WELL ☐ DRY ☐ Otherb. TYPE OF COMPLETION: NEW WELL ☒ WORK OVER ☐ DEEP-EN ☐ PLUG BACK ☐ DIFF. RESVR. ☐ Other

2. NAME OF OPERATOR

SDX Resources, Inc.

3. ADDRESS AND TELEPHONE NO.

PO Box 5061, Midland, TX 79704 432/685-1761

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements)*

At surface

1800' FSL, 1650' FWL

At top prod. interval reported below

At total depth

Same

14. PERMIT NO.

DATE ISSUED

09/18/04

12. COUNTY OR PARISH

Eddy

13. STATE

NM

15. DATE SPUDDED

11/26/04

16. DATE T.D. REACHED

12/04/04

17. DATE COMPL. (Ready to prod.)

12/26/04

18. ELEVATIONS (DF, RKB, RT, GE, ETC.)*

3683' GR

19. ELEV. CASINGHEAD

20. TOTAL DEPTH, MD & TVD

3570

21. PLUG, BACK T.D., MD & TVD

3509

22. IF MULTIPLE COMPL., HOW MANY*

23. INTERVALS DRILLED BY

ROTARY TOOLS

CABLE TOOLS

Yes

24. PRODUCING INTERVAL(S), OF THIS COMPLETION-TOP, BOTTOM, NAME (MD AND TVD)*

3396 - 3497

25. WAS DIRECTIONAL SURVEY MADE

Yes

26. TYPE ELECTRIC AND OTHER LOGS RUN

LDT-CNL-GR, DLL-GR

27. WAS WELL CORED

No

28. CASING RECORD (Report all strings set in well)

CASING SIZE/GRADE	WEIGHT, LB./FT.	DEPTH SET (MD)	HOLE SIZE	TOP OF CEMENT, CEMENTING RECORD	AMOUNT PULLED
8-5/8"	24# J-55	458'	12-1/4"	75 sx 10/2 RFC + 375 sx C - Circ	-
5-1/2"	14# J-55	3560'	7-7/8"	350 sx 35/65 C + 400 sx C - Circ	-

29. LINER RECORD

SIZE	TOP (MD)	BOTTOM (MD)	SACKS CEMENT*	SCREEN (MD)	SIZE	DEPTH SET (MD)	PACKER SET (MD)
					2-7/8"	3385'	

31. PERFORATION RECORD (Interval, size and number)

3396, 97, 98, 3402, 04, 08, 09, 10, 11, 12, 17, 39, 40, 41, 55, 57, 74, 77, 79, 83, 84, 87, 90, 91, 92, 96, 97 (1 spf, 27 holes)

32. ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC.

DEPTH INTERVAL (MD)	AMOUNT AND KIND OF MATERIAL USED
3396 - 3497	3000 gal 15% NEFE
	110 gal SQ300 + 20,000 gal gelled 20% HCL NEFE
	+30000 gal 40# gel

33. * PRODUCTION

DATE FIRST PRODUCTION 12/27/04		PRODUCTION METHOD (Flowing, gas lift, pumping—size and type of pump) 2-1/2" x 2" x 12' RWAC				WELL STATUS (Producing or shut-in) Prod	
DATE OF TEST 01/16/05	HOURS TESTED 24	CHOKE SIZE	PROD'N FOR TEST PERIOD →	OIL—BBL. 87	GAS—MCF. 67	WATER—BBL. 156	GAS-OIL RATIO 770
FLOW. TUBING PRESS.	CASING PRESSURE	CALCULATED 24-HOUR RATE →	OIL—BBL. 87	GAS—MCF. 67	WATER—BBL. 156	OIL GRAVITY-API (CORR.) RECEIV	

34. DISPOSITION OF GAS (Sold, used for fuel, vented, etc.)

Sold

TEST WITNESSED BY

Chuck Morgan

JAN 27 2005

35. LIST OF ATTACHMENTS

Logs, Deviation Survey

OCC-ARTESIA

36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records

SIGNED

Bonnie Atwater

TITLE Regulatory Tech

DATE 01/21/05

*(See Instructions and Spaces for Additional Data on Reverse Side)

Title 18 U.S.C. Section 1001, makes 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.

37. SUMMARY OF POROUS ZONES: (Show all important zones of porosity and contents thereof; cored intervals; and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures, and recoveries):

FORMATION	TOP	BOTTOM	DESCRIPTION, CONTENTS, ETC.
Yeso	3394	3494	Dolomite w/oil, gas & water

38. GEOLOGICAL MARKERS			38. GEOLOGICAL MARKERS		
NAME	TOP		NAME	TOP	
	MEAS. DEPTH	TRUE VERT. DEPTH		MEAS. DEPTH	TRUE VERT. DEPTH
Yeso	3367				
Glorietta	3272				
San Andres	1886				
Grayburg	1604				
Queen	1265				
7-Rivers	792				
Yates	506				

WELL NAME AND NUMBER Williams "A" Federal No. 2
LOCATION 1800' FSL & 1650' FWL, Section 29, T17S, R28E, Eddy County NM
OPERATOR SDX Resources, Inc.
DRILLING CONTRACTOR United Drilling, Inc.

The undersigned hereby certifies that he is an authorized representative of the drilling contractor who drilled the above described well and had conducted deviation tests and obtained the following results:

<u>Degrees @ Depth</u>	<u>Degrees @ Depth</u>	<u>Degrees @ Depth</u>
<u>1/2° 502'</u>	<u> </u>	<u> </u>
<u>3/4° 1018'</u>	<u> </u>	<u> </u>
<u>3/4° 1506'</u>	<u> </u>	<u> </u>
<u>1° 1995'</u>	<u> </u>	<u> </u>
<u>3/4° 2489'</u>	<u> </u>	<u> </u>
<u>1/2° 3006'</u>	<u> </u>	<u> </u>
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Drilling Contractor United Drilling, Inc.

By: George A. Aho
George A. Aho

Title: Business Manager

Subscribed and sworn to before me this 10th day of December,
2004.

Carlene Martin
Notary Public

My Commission Expires: 10-08-08

Chaves New Mexico
County State