

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. 30-015-31181
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 Lucky Dog
4. Well Location Unit Letter <u>G</u> : 1980 feet from the <u>North</u> line and 1750 feet from the <u>East</u> line Section <u>16</u> Township <u>19S</u> Range <u>28E</u> NMPM <u>Eddy</u> County		8. Well Number 1
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3480' GR		9. OGRID Number 020451
		10. Pool name or Wildcat Millman, QN-GB-SA, East

<b>12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data</b>	
<b>NOTICE OF INTENTION TO:</b> PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input checked="" type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/> OTHER: <input type="checkbox"/>	<b>SUBSEQUENT REPORT OF:</b> REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/> CASING TEST AND CEMENT JOB <input type="checkbox"/> OTHER: <input type="checkbox"/>

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.

Top San Andres 2388'      Queen 1514'      Yates 500'      Top Salt 400'  
Grayburg 1914'      Seven Rivers 900'      Base Salt 508'

Present Condition: 8-5/8" csg @ 360' w/350 sx - Circ.  
5-1/2" csg @ 2965' w/300 sx Lite + 500 sx C

Perfs: 2576'-2643', 1988'-2094', 1762'-1806'

Propose to plug as follows:      Plugs @ 2338' - 2643' 30 sx  
2140'-1700' 45 sx - TAG  
Salt gel mud consisting of 10# 800' - 900' 25 sx  
Brine W/25# of gel per bbl 558' - 300' 35 sx - TAG  
must be placed between each plug Surface 10 sx - TAG

Notify OCD 24 hrs. prior to any work done

255x plug @ 400' - TAG

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 7/13/05  
Type or print name Bonnie Atwater E-mail address: batwater@sdxresources.com Telephone No. 432/685-1761

(This space for State use)

APPROVED [Signature] TITLE Field Supervisor DATE JUL 14 2005  
Conditions of approval, if any: \_\_\_\_\_