

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

WELL API NO. 30-015-10188
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name East Millman Unit
8. Well Number 193
9. OGRID Number 020451
10. Pool name or Wildcat Millman, YT-7R
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3446' GR

SUNDRY NOTICES AND REPORTS ON WELLS (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.)

1. Type of Well: Oil Well  Gas Well  Other  RECEIVED

2. Name of Operator: SDX Resources, Inc. AUG 29 2005 OCU-ARTESIA

3. Address of Operator: PO Box 5061, Midland, TX 79704

4. Well Location: Unit Letter M : 1294 feet from the South line and 51 feet from the West line Section 14 Township 19S Range 28E NMPM Eddy County

11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3446' GR

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

- PERFORM REMEDIAL WORK  PLUG AND ABANDON
- TEMPORARILY ABANDON  CHANGE PLANS
- PULL OR ALTER CASING  MULTIPLE COMPLETION
- OTHER:

SUBSEQUENT REPORT OF:

- REMEDIAL WORK  ALTERING CASING
- COMMENCE DRILLING OPNS.  PLUG AND ABANDONMENT
- CASING TEST AND CEMENT JOB
- OTHER: Workover

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.

9/14/00 - Set 5-1/2" CIBP @ 2004'. TIH w/4" select fire & perf: 1212', 13, 14, 15, 38, 41, 44, 47, 48, 52, 56, 58, 60, 64, 68, 69, 75, 76 & 82 (19 holes). Treat perfs w/2500 gal 15% NEFE. Frac down 5-1/2" csg w/32,000 gal Spectra 30 + 51,160# 16/30 & 15,160# 12/20 Brady.

RIH w/2-3/8" tbg set @ 1336', 2" x 1-1/2" x 12' RWAC pmp

Begin pmpg.

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

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

(This space for State use)

APPROVED BY FOR RECORDS ONLY TITLE DATE AUG 30 2005

Conditions of approval, if any: