District I

1625 N. French Dr., Hobbs, NM 88240

batwater@sdxresources.com

Phone: 432/685-1761

Date: 8-22-07

District II

1301 W. Grand Avenue, Artesia, NM 88210

State of New Mexico Energy, Minerals & Natural Resources

Submit to Appropriate District Office

Form C-104

Revised June 10, 2003

District III Oil Conservation Division 1000 Rio Brazos Rd., Aztec, NM 87410 1220 South St. Francis Dr. 1220 S. St. Francis Dr., Santa Fe, NM 87505 Santa Fe, NM 87505 ☐ AMENDED REPORT REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT Operator name and Address ² OGRID Number SDX Resources, Inc. 020451 PO Box 5061 ³ Reason for Filing Code/ Effective Date AUG 2 4 2007 Midland, TX 79704 NW OCD-ARTESIA ⁴ API Number ⁵ Pool Name ⁶ Pool Code 30 - 015-35545 Artesia, GL-YE 96830 ⁹ Well Number ⁷ Property Code ⁸ Property Name 27688 Williams B Federal 10 Surface Location Ul or lot no. | Section | Township Range | Lot.Idn | Feet from the | North/South Lin | Feet from the East/West line County G **17S** 28E 1980' North 2230 East 11 Bottom Hole Location Lot Idn Feet from the North/South line Feet from the East/West line UL or lot no. | Section | Township Range County 12 Lse Code 13 Producing Method ¹⁶ C-129 Effective Date ¹⁵ C-129 Permit Number ¹⁷ C-129 Expiration Date **Gas Connection** Code 7/16/2007 Pmp III. Oil and Gas Transporters ²¹ O/G ²⁰ POD 22 POD ULSTR Location 18 Transporter 19 Transporter Name **OGRID** and Description and Address 034019 ConocoPhillips Sec 29, T17S, R28E O 221115 Sec 29, T17S, R28E Frontier G IV. Produced Water

| 24 POD ULSTR Location and Description Sec 29, T17S, R28E V. Well Completion Data ²⁷ TD ²⁵ Spud Date Ready Date 28 PBTD ²⁹ Perforations ³⁰ DHC, MC 3535 3411-3460 6-11-07 3570 7-13-07 31 Hole Size 33 Depth Set 34 Sacks Cement 32 Casing & Tubing Size 375 sx Cl C 8-5/8" 24# 459' 12-1/4" 375 sx 35/65 C+ 7-7/8" 5-1/2" 15.5# 3562' 375 sx Cl C 2-7/8" Tbg 3428' VI. Well Test Data 35 Date New Oil **Gas Delivery Date** 38 Test Length 37 Test Date 39 Tbg. Pressure ⁶⁰ Csg. Pressure 7-24-07 7-16-07 7-16-07 24 44 Gas 43 Water 45 AOF 41 Choke Size 42 Oil ¹⁶ Test Method 50 Pmp ⁴⁷ I hereby certify that the rules of the Oil Conservation Division have OIL CONSERVATION DIVISION been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature: Approved by: BRYANG ARRANT DISTRICT II GEOLOGIST Printed name: Bonnie Atwater Title: Approval Date: AUG 2 4 2007 Regulatory Tech E-mail Address: