

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED  
OM B No. 1004-0137  
Expires: March 31, 2007

**SUNDRY NOTICES AND REPORTS ON WELLS**

**Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.**

**SUBMIT IN TRIPLICATE- Other instructions on reverse side.**

1. Type of Well  
☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator **SDX Resources, Inc.**

3a. Address  
**PO Box 5061, Midland, TX 79704**

3b. Phone No. (include area code)  
**432-685-1761**

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

**910' FNL 1190' FEL  
Sec 21, T17S, R28E, Unit A**

**JUL 16 2008**

**OCD-ARTESIA**

5. Lease Serial No.

**NMNM-048344**

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.

**Pure Federal #3**

9. API Well No.

**30-015-35606**

10. Field and Pool, or Exploratory Area

**Artesia, GL-YE (96830)**

11. County or Parish, State

**Eddy Co., NM**

**12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<b>Amend Surface</b>
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	<b>Commingle</b>

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. 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.)

SDX Resources, Inc. proposes to commingle production from 2 separate pools into a common surface battery on their Pure Federal lease (NMNM048344). The interest is identical for both pools and all facilities are located on lease. The battery is located on location with the Pure Federal #1 well which is producing from the Red Lake, QN-GB-SA pool (51300). It will be commingled with production from the Pure Federal #2 and #4 wells which are producing from the Red Lake, QN-GB-SA pool (51300) and with production from the Pure Federal #3 well which is producing from both the Red Lake, QN-GB-SA pool (51300) and the Artesia, GL-YE pool (96830). Production to be allocated by a periodic test.

Attachments:  
Lease Map  
Lease & Pool Information  
Title Statement  
Well & Battery Plat  
Battery & Tester Schematics

**SUBJECT TO LIKE  
APPROVAL BY STATE**

14. I hereby certify that the foregoing is true and correct  
Name (Printed/Typed)

**Chuck Morgan**

Title **Engineer**

Signature

*Chuck Morgan*

Date

**06/25/2008**

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by

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.

Title

Office

Date

**JUL 12 2008**

**JAMES A. AMOS**

**SUPERVISOR, EHS**

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.

(Instructions on page 2)

Accepted for record - NMOCDD