

Oil Cons.
N.M. DIV-Dist. 2
DEPARTMENT OF THE INTERIOR 301 W. Grand Avenue
BUREAU OF LAND MANAGEMENT Artesia, NM 88210

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other	5. Lease Designation and Serial No. LC-029387 B
2. Name of Operator SDX Resources, Inc.	6. If Indian, Allottee or Tribe Name
3. Address and Telephone No. P.O. Box 5061, Midland, TX 79704	7. If Unit or CA, Agreement Designation
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 2310' FSL & 660' FEL, Sec. 30, T-18S, R31E	8. Well Name and No. Shugart C #5
	9. API Well No. 30-015-10315
	10. Field and Pool, or Exploratory Area Shugart (Y, 7RV, QN, GB)
	11. County or Parish, State Eddy County, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION
<input checked="" type="checkbox"/> Notice of Intent	<input checked="" type="checkbox"/> Abandonment
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input type="checkbox"/> Other _____
	<input type="checkbox"/> Change of Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

1. MIRU plugging unit.
2. RIH w/ tbg. & tag & verify cmt. on top of CICR @ 3350'.
3. Circulate hole w/ MLF.
4. Cut & pull 5-1/2" csg. (Note: TOC @ 2709').
5. Spot 30 sx 50' inside & 50' outside csg. stub, WOC & tag.
6. Spot 35 sx 805' to 705', WOC & tag.
7. Perforate 8-5/8" csg. @ 100'.
8. Pump 80 sx cmt. down 8-5/8" csg. & circulate cmt. to surface inside & outside.
9. RDMO. Cut off wellhead & anchors, install dry hole marker, & clean location.

APPROVAL SUBJECT TO
GENERAL REQUIREMENTS AND
SPECIAL STIPULATIONS ATTACHED

14. I hereby certify that the foregoing is true and correct

Signed Alexis C. Swoboda Title Agent Date 2-05-04

(This space for Federal or State office use)

Approved by (ORIG. SGD.) ALEXIS C. SWOBODA Title PETROLEUM ENGINEER Date FEB 10 2004

Conditions of approval, if any: