

Submit 3 Copies
to Appropriate
District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-103
Revised 1-1-89

DISTRICT I
P.O. Box 1880, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION

2040 Pacheco St.
Santa Fe, NM 87505

WELL API NO. 30-015-02261
Indicate Type of Lease STATE ☒ FEE ☐
State Oil & Gas Lease No.
Lease Name or Unit Agreement Name East Millman Unit
Well No. 163
Pool name or Wildcat Millman YT-7R-QN-GB, East

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.)	
Type of Well: OIL WELL ☒ GAS WELL ☐ OTHER ☐	
Name of Operator SDX Resources, Inc.	
Address of Operator PO Box 5061, Midland, TX 79704	
Well Location Unit Letter <u>N</u> : <u>330</u> Feet From The <u>South</u> Line and <u>1980</u> Feet From The <u>West</u> Line Section <u>15</u> Township <u>19S</u> Range <u>28E</u> NMPM <u>Eddy</u> County	
Elevation (Show whether DF, RKB, RT, GR, etc.)	

Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO:				SUBSEQUENT REPORT OF:			
PERFORM REMEDIAL WORK ☐	PLUG AND ABANDON ☒	REMEDIAL WORK ☐	ALTERING CASING ☐				
TEMPORARILY ABANDON ☐	CHANGE PLANS ☐	COMMENCE DRILLING OPNS. ☐	PLUG AND ABANDONMENT ☐				
PULL OR ALTER CASING ☐		CASING TEST AND CEMENT JOB ☐					
OTHER: ☐		OTHER: ☐					

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.

Current Cag Condition:

12" hole, 10-3/4" cag @ 442' w/75 sx. TOC Calc @ surf
10" hole, 4-1/2" cag @ 1824' w/185 sx.
Perfs: 1782' - 1800'

Propose to P&A as follows:

Set CISP @ 1700' & cap w/3 sx cmt. Circ hole w/mud laden fl.

Perf @ 900' & sqz w/50 sx

Perf @ 482' & sqz w/100 sx (482-392). Tag plug.

Perf @ 60' & circ cmt to surf.

Install marker & clean location.

Top Salt - 396'
BTM Salt - 547'
Gates - 755'

**Set 301' Plug in/out of csg. 346'-647' - TAG*

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Chuck Morgan TITLE Engineer DATE 03-03-04

TYPE OR PRINT NAME Chuck Morgan

TELEPHONE NO. 432/685-1761

(This space for State Use)

APPROVED BY [Signature] TITLE Field Rep DATE MAR 15 2004

CONDITIONS OF APPROVAL, IF ANY: