

DISTRICT I
P.O. Box 1980, 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. 30-015-02126
Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
State Oil & Gas Lease No.
Lease Name or Unit Agreement Name Artesia Unit
Well No. 20
Pool name or Wildcat Artesia QN-GB-SA (03230)

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 <input type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER WIW <input checked="" type="checkbox"/>	
Name of Operator SDX Resources, Inc.	
Address of Operator PO Box 5061, Midland, TX 79704	
Well Location Unit Letter <u>I</u> <u>2310</u> Feet From The <u>South</u> Line and <u>330</u> Feet From The <u>East</u> Line Section <u>35</u> Township <u>17S</u> Range <u>28E</u> NMPM <u>Eddy</u> County	
Elevation (Show whether DF, RKB, RT, GR, etc.)	

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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 ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ANBANDONMENT ☐
CASING TEST AND CEMENT JOB ☐
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.

P&A Proposal:

Set CIBP @ 2150' & cap w/40 sx. TOC @ 1600'

TIH & spot 25 sx plug from 1150 - 780'

Cut 4-1/2" csg @ appx 700' & pull

Spot 35 sx plug from ~~700~~ 545' 750' 545' TAG

Spot 10 sx inside 7" and 10 sx outside 7" @ surface

Install marker

* Brine gel between all cement Plugs.

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 02-10-00

TYPE OR PRINT NAME Chuck Morgan

TELEPHONE NO. 915/685-1761

(This space for State Use)

APPROVED BY

Mike Sheffield

TITLE Field Rep. II

DATE 2/24/2000

CONDITIONS OF APPROVAL, IF ANY:

* Notifie NMOC.D to witness Plugging Operations.



Artesia Unit # 20
2310' FSL & 330 FEL
Sec. 35 T17S R28E
Edy Co., N.M.

Existing Condition:

9-3/4" hole to 598' with 598' of 7" csg cemented with 75 sxs. (TOC calculated at 270'.)
6-1/4" hole to 2525 with 2525' of 4-1/2" casing cemented with 200 sxs. (TOC 780' by log)
Perfs: 2230'-2508.
2-3/8" PC tubing with Johnson 101-S at 2133'.

Formation Tops: Seven Rivers: 1113'
 Queen: 1657'
 Grayburg: 2129'
 San Andres: 2505'

P&A Proposal:

- 1.) Set CIBP at 2150' and cap with 40 sxs. TOC at 1600'
- 2.) TIH and spot 25 sx. Plug from 1150-780'.
- 3.) Cut 4-1/2" casing at ~700' and pull.
- 4.) Spot 35 sx. Plug from 700-545'.
- 5.) Spot 10 sx inside 7" and 10 Sxs outside 7" at surface.
- 6.) Install marker.