Cistrict I PO Box 1980, Hobbs, NM 88241-1980

District II 811 South First, Artesia, NM 88210 District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV 2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-101 Revised October 18, 1994 Instructions on back Submit to Appropriate District Office State Lease - 6 Copies Fee Lease - 5 Copies

OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505

AMENDED REPORT

SDX Resources, Inc. P. O. Box 5061 Midland, TX 79704			Operator Name and Address			N2 12	12 13 14 15 16 77 78 79 78 79 70 1007			20GRID Number 020451	
						101 6	▲	01122		Pl Number 5 - 29905	
•Property Code 18918		Ar	co 26A S	tate	sProper	ty Name の たい	RECEIVED CD - ARTESIA	2324		₀Well No. 11	
	_				,Surface	Location	A ^C	\$5/			
UL or lot no. F	Section 26	Township 17S	Range 28E	Lot Idn	Feet from the $\frac{2270}{22}$	North/South line	Feet from the LE OF 64 16 50		West Line West	County Eddy	

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

Proposed Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West Line	County
Proposed Pool 1						10Proposed Pool 2			
Red Lake, QN-GR-SA (51300)									

11Work Type Code	12Well Type Code	13Cable/Rotary	14Lease Type Code	15Ground Level Elevation
N	0	R	S	3678
1eMultiple	17Proposed Depth	18Formation	19Contractor	20Spud Date
No	3500	GR/SA	United Drlg Co	11-05-97

³¹Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
12-1/4"	8-5/8"	24#	500	300 sxs	Surface
7-7/8"	5-1/2"	15.5#	3500	575 sxs	Surface
			• • • • • •		

²²Describe the proposed program. If this application is to DEEPEN or PLUG BACK give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.

Plan to drill a 12-1/4" hole to approximately 500' and set 8-5/8" surface casing. Circulate cement to surface. Drill 7-7/8" hole to total depth. Run Open Hole logs (LDT-CNL-GR and DLL). Run 5-1/2" casing and circulate 50/50 Poz CI "C" cement. Perforate the Grayburg-SA and stimulate as necessary for optimum production.

Mud Program:	Fresh water Mud	0 - 500'.		
	Salt Water Mud	500 - T.D.		

²³ I hereby certify that the information given above is true and complete to the best of my knowledge and belief.	OIL CONSERVATION DIVISION Approved By: SUPERVISOR, DISTRICT II				
Signature:					
Printed name. Janice Courtney 10/13/97	Title:				
Title: Regulatory Tech 915/685-1761	Approval Date: OCT 2 9 1997 Expiration DOCT 2 9 1998				