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

Revised October 18, 1994 Instructions on back JE 199 Submit te Appropriate District Office State Lease - 6 Copies Fee Lease - 5 Copies

AMENDED REPORT

OIL CONSERVATION DIVISION ECEIVED 2040 South Pacheca

Santa Fe, NM 87505

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

SDX Resources, Inc. PO Box 5061	Operator Name and Address		20GRID Number 020451
Midland, TX 79704 915./685-1761		30	API Number -0 15-29966
4Property Code	₅Property Name Marathon A 25 State		«Well No.

⁷Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West Line	County
D	25	178	28E		740	North	330	West	Eddy

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 Red Lake, QN-GB-SA (51300)							10Propose	ed Pool 2	

11Work Type Code	12Well Type Code	13Cable/Rotary	14Lease Type Code	15Ground Level Elevation
N	0	R	S	3685
18Multiple	17Proposed Depth	18Formation	19Contractor	26Spud Date
No	4500	GB/SA	United Drlg Co	01-15-98

²¹Proposed 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#	400	300 sx	Surface
7-7/8"	5-1/2"	15.5#	4500	575 sx	Surface
				Post ID-1	
				12-19-97	
				APT & Loc	

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.

Propose to drill a 12-1/4" hole to approximately 400' & set 8-5/8" surface csg. Circ cmt to surface. Drill 7-7/8" hole to total depth. Run Open Hole logs (LDT-CNL-GR & DLL). Run 5-1/2" csg & circ 50/50 POZ Class C cmt. Perf the GB/SA & stimulate as necessary for optimum production.

MUD PROGRAM: Fresh Water Mud

0' - 400'

Salt Water Mud

400' - TD

²³ I hereby certify that the information given above is true and complete to the best of my knowledge and belief.	OIL CONSERVATION DIVISION				
Signature: Bonnie atwater	Approved By: ORIGINAL SIGNED BY TIM W. GUM				
Printed name: Bonnie Atwater	TRIE: DISTRICT II SUPERVISOR				
Title: Regulatory Tech. 12/10/97	Approval Date: DEC 1 5 1997 Expiration Date: 12-15-98				