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

811 South First, Artesia, NM 88210

District III

State of New Mexico

Energy, Minerals & Natural Resources Department

Revised October 18, 1994

Instructions on back

MAMENDED REPORT

State Lease - 6 Copies Fee Lease - 5 Copies

Submit to Appropriate District Office

1000 Rio Brazos Rd., Aztec, NM 87410 District IV 2040 South Pacheco, Santa Fe, NM 87505 OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505

RECEIVED OCD - ARTESIA

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

SDX Resources, Inc, PO Box 5061	Operator Name and Address	65821296	©OGRID Number 020451
Midland, TX 79704 915/685-1761			30 - 0 5 - 3 442
₄Property Code	₅Property Name		₅Well No.
22230	Marathon 25 A State		22

-Surface 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	17S	28E		330	North	990	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
₃Proposed Pool 1						10Proposed Pool 2			
Red Lake QI	Red Lake QN-GB-SA								

⊓Work Type Code	12Well Type Code	₃Cable/Rotary	14Lease Type Code	15Ground Level Elevation
N	0	R	S	3674
₁6 Multiple	17Proposed Depth	18Formation	19Contractor	20Spud Date
No	4500	GR/SA	Capstar Drilling	12-15-00

Minimum WOC time | 8 hree Proposed 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	Surf
7-7/8"	5-1 <i>[</i> 2"	15.5#	4500	575	Surf

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 appx 400' & set 8-5/8" surf csg to 400'. Circ CI C cmt. Drill 7-7/8" hole to TD (4500'). Run OH logs. Run 5-1/2" csg & circ 50/50 Poz CI C cmt. Perf the GB-SA zone & stimulate as necessaary for optimum production.

23 Hereby certify that the information given above is true and complete to the best of my knowledge and belief.	OIL CONSERVATION DIVISION					
Signature: Rannie (theater	Approved By: ORIGINAL SIGNED BY TIM W. GUM B					
Printed name: Bonnie Atwater	Title: SISTINGLI IN SUPERVISUR					
Title: Regulatory Tech 11/9/00	Approval Date: Expiration Date: Date: NOV 1 4 2000					