

MEMORANDUM

TO: SDX RESOURCES, INC.
FROM: *TW* TIM W. GUM, DISTRICT II SUPERVISOR
DATE: APRIL 29, 1996
RE: TEMPORARILY ABANDONED WELLS
Artesia Metex Unit #23 N-19-18S-28E

According to our records the TA status of said well(s) have expired and will require a casing integrity test to remain in compliance with Rule 203.

House Bill 65 has been passed by the Legislature and provides some tax incentives for wells put back in production. However, if there are no plans to put said well(s) back in service, then it needs to be retested to comply with Rule 203 or properly plugged and abandoned to comply with Rule 201.

Please advise this office within 15 days of the date shown above if there is a conflict with the schedule so the test can be rescheduled for a more appropriate time. If you have any questions about House Bill 65 or TA Rule 203, feel free to contact our office for any further information.