District 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

APPLICATION FC	R PERMIT TO DRILL,	, RE-ENTER, DEEREN	, PEOGBA	CK, OR	ADD A ZONE
SDX Resources, Inc.	Operator Name and Add	iress	MAV .	હ∖	2 0GRID Number 020451
PO Box 5061 Midland, TX 79704 915/685-1761		(19 OCD RE	CEIVED	3031 30 -	• API Number • 0 15 - 30655
₄Property Code 23241	Key State	sProperty Name	ESIA N	1	₀ Wel l No. 2
	71	Surface Location	0168192		

									The second se
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West Line	County
F	21	18S	28E		1493	North	1716	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	Courity
₀Proposed Pool 1							10 Propos	ed Pool 2	
Artesia (QN-GB-SA) (03230)									

11Work Type Code	t₂Wełł Type Code	₁₃Cable/Rotary	14Lease Type Code	15Ground Level Elevation
N	O	R	S	3588
18Multiple	17Proposed Depth	1≇Formation	seContractor	₂₀ Spud Date
No	4000	GB-SA	Capstar	05-15-98

²¹Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Coment	Estimated TOC
12-1/4"	8-5/8"	24#	350	300 sx	Surface
7-7/8"	4-1/2"	14#	4000	600 sx	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.

Drill a 12-1/4" hole to 350'. Set 8-5/8" csg to 350' & cmt w/300 sx Class C cmt. Circ to surface. Drill 7-7/8" hole to TD (4000'). Run open hole logs. Set 4-1/2" csg to TD. Cmt w/600 sx Class C. Circ to surface. Will perforate & stimulate as necessary for optimum production.

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: Romming Ituration	Approved By: ORIGINAL SIGNED BY TIM W. GUN				
Printed name: Bonnie Atwater	Title: DISTRICTION W. GUN				
Title: Regulatory Tech. 5/25/99	Approval Date: 5-25-99 Expiration Date: 5-00				