State of New Mexico State of New Mexico Mary, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

015 OIL CONSERVATION DIVISION DISTRICT P.O. Box 1980, Hobbs, NM 88240 WELL API NO 2040 Pacheco St. 30-025-30227 Santa Fe, NM 87505 sIndicate Type of Lease P.O. Drawer DD, Artesia, NM 88210 STATE FEE DISTRICT III «State Oil & Gas Lease No. 1000 Rio Brazos Rd., Aztec, NM 87410 SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" **Kev State** (FORM C-101) FOR SUCH PROPOSALS.) Type of Well: WELL X OTHER WELL sWell No. 2Name of Operator SDX Resources, Inc. Pool name or Wildcat 3Address of Operator Artesia, QN-GB-SA PO Box 5061, Midland, TX 79704 4Well Location West North 1716 1493 Feet From The Line and Feet From The Line Unit Letter 28E Eddy **18S** NMPM County Section 21 Township Range 10Elevation (Show whether DF, RKB, RT, GR, etc. 3588' GR Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data 11 SUBSEQUENT REPORT OF: NOTICE OF INTENTION TO: PLUG AND ABANDON ALTERING CASING REMEDIAL WORK PERFORM REMEDIAL WORK PLUG AND ANBANDONMENT CHANGE PLANS COMMENCE DRILLING OPNS. TEMPORARILY ABANDON CASING TEST AND CEMENT JOB **PULL OR ALTER CASING** OTHER: OTHER: 12Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103. TIH to 2530'. Circ hole w/mud laden-fluid & spot 25 sx plug 2530' - 2161'. TOH & spot 50 sx plug from 740'. Notified NMOCD in 5/11/99 Artesia. Tagged top of plug @ 150'. Set 10 sx surface plug & install surface marker. Remove anchors, level pits and clean location. P&A complete. 5/14/99 I hereby certify that the information above is true, and complete to the best of my knowledge and belief. DATE 05-18-99 TITLE Regulatory Tech. SIGNATURE TELEPHONE NO. 915/685-1761 TYPE OR PRINT NAME Bonnie Atwater

TITLE Fall Rap I DATE 11-9-59

CONDITIONS OF APPROVAL, IF ANY