

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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OPERATOR'S COPY  
FEB 16 1998

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT-" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well  
☐ Oil Well ☐ Gas Well ☒ Other SWD

2. Name of Operator  
SDX Resources, Inc.

3. Address and Telephone No.  
PO Box 5061, Midland, TX 79704

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
910' FNL 800' FEL (NE/4, NE/4) Unit A  
Sec. 31, T23S, R28E  
Eddy Co., NM

5. Lease Designation and Serial No.  
NM-22073

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.  
Watts Federal #1

9. API Well No.  
30-015-24640

10. Field and Pool, or Exploratory Area  
Undesignated

11. County or Parish, State  
Eddy Co., NM

12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

- ☐ Notice of Intent
- ☒ Subsequent Report
- ☐ Final Abandonment Notice

TYPE OF ACTION

- ☐ Abandonment
- ☐ Recompletion
- ☐ Plugging Back
- ☐ Casing Repair
- ☐ Altering Casing
- ☐ Other
- ☐ Change of Plans
- ☐ New Construction
- ☐ Non-Routine Fracturing
- ☐ Water Shut-Off
- ☒ Conversion to Injection
- ☐ Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

1/26/98 Test csg to 5655' to 500# - okay.

1/27-28/98 Tag PBTD @ 5782'. Drill out shoe & cmt plug (5782' - 6167').

1/29/98 TOH & LD workstring. Run AD-1 PC pkr on 175 jts, 2-3/8" PC tbg. Circ annulus w/pkr fluid & set pkr @ 5655'.

2/2/98 Test annulus to 500# for 30 minutes. Test'd okay. Pull 100 bbls produced water out of State JB #1 battery & inject @ 3 BPM @ 900 psi.  
OCD notified & chart attached.

14. I hereby certify that the foregoing is true and correct

Signed Bonnie Schuster Title Regulatory Tech. Date 02/03/98

(This space for Federal or State office use)

Approved by David Glass Title \_\_\_\_\_ Date \_\_\_\_\_

Conditions of approval, if any

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

\*See instruction on Reverse Side