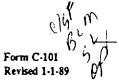
Submit to Appropriate District Office State Lease — 6 copies Fee Lease — 5 copies

CONDITIONS OF APPROVAL, IF ANY:

## State of New Mexico



Energy, Minerals and Natural Resources Department

DISTRICT I	OIL	CONSERVATIO	N DIVISION	API NO. (assigned by OCI	Don New Wells
P.O. Box 1980, Hobbs, NM				30-015-27	
DISTRICT II		Santa Fe, New Mexico	87 <b>564-2085</b>	5. Indicate Type of Lease	
P.O. Drawer DD, Artesia, I	NM 88210		AUG - % 1993	S. marcar type of Deale	TATE X FEE
DISTRICT III			AUG - 1993	6. State Oil & Gas Lease	
1000 Rio Brazos Rd., Azte			Q. ( , D.	647	
APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK					
1a. Type of Work:  7. Lease Name or U					greement Name
DRILL RE-ENTER DEEPEN PLUG BACK					
O. Type of well.					
WELL WELL OTHER ZONE ZONE				Arco State	26-3
2. Name of Operator				8. Well No.	
SDX Resources, Inc.				3	
3. Address of Operator 9. Pool na					•
Post Office Box 5061, Midland, Texas 79704 Artesia-Q					-GR-SA
4. Well Location					
Unit Letter	)_:990_F∞t1	From The N	Line and	330 Feet From The	W Line
	-	: 170	20.7	-11	
Section	26 Town	ship $17S$ R:	unge 28 E	NMPM Eddy	County
		10. Proposed Depth		1. Formation	12. Rotary or C.T.
<i>\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\</i>		/////	0'+/-	GR-SA	Rotary
13. Elevations (Show wheth	er DF, RT, GR, etc.)	14. Kind & Status Plug, Bood		<del></del>	Date Work will start
3597' Grd. Blanket Capst			,	st 15, 1993	
PROPOSED CASING AND CEMENT PROGRAM					
SIZE OF HOLE SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH SACKS OF CEMENT EST. TOP					
			500		
12 1/4*	8 5/8	24#	350'+	300	Surface
7 1/8"	5 1/2'	15.50#	3500'+/	300	Surface
Plan to drill a 12 1/4" hole to approximately 350' and set 8 5/8" surface casing. Circulate "C" cement. Drill 7 7/8" hole to TD. Run open hole logs (LDT-CNL-GR and DLL). Run 5 1/2" casing and circulate 50/50 POZ "C" cement. Perforate the Grayburg-San Andres and stimulate as necessary for optimum production.  Mud Program: Fresh water mud 0'- 350'.  Salt water mud 350' - 'TD.  ASSOCIATED SOURCE DESCRIBE PROPOSED PROGRAM: PPROPOSAL IS TO DEEPEN OR PLUG BACK, GIVE DATA ON PRESENT PRODUCTIVE ZONE AND PROPOSED NEW PRODUCTIVE ZONE ON ENDING HOLD TO THE SUM ANY.  I hereby certify that the information showe is true and complete to the best of my knowledge and belief.  SIGNATURE RULL RULL DATE 8-2-93					
TYPE OR PRINT NAME POPOGGA Popingon				<b>ਜ</b> ਦ	LEPHONE NO.
Rebegga Robinson					
(This spece for State Use) C ORIGINAL SIGNED BY					
	MIKE WILLIAMS				AU6 = 3 1993
APPROVED BY	SUPERVISOR, DIS	STRICT II T	π.ε	DA	