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

OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505

Form C Revised October 18, 1994 Instructions on back Submit to Appropriate District Office State Lease - 6 Copies Fee Lease - 5 Copies

AMENDED	REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

SDX Resources, Inc. P. O. Box 5061	Operator Name and Address				20GRID Number 020451	
Midland, TX 79704					sAPI Number 30-0/5-29866	
₄Property Code 016759	sProperty Guajalote "A" State	Name	OUD ARTESIA		₀Well No. 2	
	"Surface l	ocation	· · ·			

North/South line Feet from the East/West Line County UL or lot no. Section Township Range Lot Idn Feet from the 990 South 990 West Eddy 5 19S 29E Μ

Proposed Bottom Hole Location If Different From Surface

		•			ス		/		
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West Line	County
		Proposed	d Pool 1	_	76 1	D	10Propose	ed Pool 2	
_oco Hills, Q	N-GB-SA	(39520))			5/			
······································				/ 1	D V	/			
Work Typ	e Code		12Well Type	Code	J3Cable	/	14Lease Type Code	s sGroun	d Level Elevation
N			0	Ň			S		3391
			17Proposed	i Denth	18Form	ation		20	Spud Date
	•		•		,			11-01-97	
No 3200				United Drlg Co					

^aProposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC	
12-1/4"	8-5/8"	24#	300	350 sxs CI C	surface	
7-7/8"	5-1/2"	14#	3200	350 sxs Poz +	surface	
			·	400 sxs Lite		
			- ···			
			····			

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 12-1/4" hole to approximatey 350'. Set 8-5/8" casing @ 350' and cement w/350 sxs Class C cement. Circulate to surface. Drill 7-7/8" hole to TD (3200'). Run open-hole logs. Set 5-1/2" casing @ T.D. Cement w/350 sxs Poz + 400 sxs Lite. Circulate to surface. Will perforate GN-GB-SA and stimulate as necessary for optimum production.

Post ID-1 10-10-97 APIX Loc

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: Jamice Courtney					
Printed name Janice Courtney 9/29/97	Title: DISTRICT II SUPERVISOR				
Title: Regulatory Tech 915/685-1761	Approval Dato CT 2 1997 Expiration Date: 10-2-98				