## strict I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Avenue, Artesia, NM 88210

District III

1000 Rio Brazos Road, Aztec, NM 87410

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico

**Energy Minerals and Natural Resources** 

Form C-101 May 27, 2004

Oil Conservation Division ECEIVED Submit to appropriate District Office

1220 South St. Francis Dr<sub>MAY</sub> 2 3 2005 Santa Fe, NM 87505

☐ AMENDED REPORT

| APP   | LICAT  | ION FO   |   |                                       | ILL, RE-I                                     | ENTER, DI                                  | CEPEN             | PLUGBAC                                   |                       | ADD A ZONE                                    |  |
|---|--|--|---|---------------------------------------|---|--|-------------------|---|-----------------------|---|--|
| Operator Name and Address SDX Resources, Inc. PO Box 5061 |  |  |   |                                       |   |  |                   | OGRID Number                              |                       |   |  |
| Midland, TX 79704   |  |  |   |                                       |   |  |                   | <sup>3</sup> API Number<br>30 - 015-34086 |                       |   |  |
| <sup>3</sup> Property Code <sup>3</sup> Property          |  |  |   |                                       |   | Varme                                      |                   | 1 30 - 015-3-                             | 1                     | <sup>6</sup> Well No.                         |  |
| 26503   |  |  | Staley State                                      | <del></del>                           |   | 3  |                   |   |                       |   |  |
| Red Lake, GL-Y  | E (96836)  |  | Proposed Pool 1                                   |                                       |   |  |                   | <sup>10</sup> Prop                        | osed Pool 2           |   |  |
|   |  |  |   |                                       | <sup>7</sup> Surface                          | Location                                   |                   |   |                       |   |  |
| UL or lot no. Section I 30                                |  | Township   |   |                                       | Lot Idn Feet fiv                              |  | South line        | Feet from the                             | East/West             | line County                                   |  |
|   |  | 17S 28E  |   | 2310                                  |   | ·  | outh              | 330                                       | East                  | East Eddy                                     |  |
| VIII 1-4 Soutier  |  | ° Propo  |   | sed Bottom Hole Locati                |   |  | t From South line | urface<br>Feet from the                   | Fact/Meet             | East/West line County                         |  |
| UL or lot no. Section                                     |  | 10wisanp   | Kange   | 1.00 Km                               | reamo   | inuie Moiuv                                | SOMI III E        | recention the                             | East west time County |   |  |
|   |  |  |   |                                       |   | ll Information                             |                   |   |                       |   |  |
| <sup>11</sup> Work Type Code<br>N                         |  |  | 12 Well Type Code<br>O                            |                                       | <sup>13</sup> Cable/Rotary<br>Rotary          |  | •                 | <sup>14</sup> Lease Type Code<br>State    |                       | <sup>15</sup> Ground Level Elevation<br>3601' |  |
| <sup>16</sup> Multiple                                    |  |  | 17 Proposed Depth                                 |                                       |   |  |                   | 19 Contractor                             |                       | <sup>20</sup> Spud Date                       |  |
| N  Depth to Groundwater                                   |  | >50 <1   | >50 <1000   |                                       | GL-YE Distance from nearest fresh water we    |  | 000               | United Drlg  Distance from                | nearest surfac        | 5/31/05<br>earest surface water >1000         |  |
|   | Synthetic X  | 12 miles   | thick Clay D                                      | it Volume:                            | bbls  | Drilling Me                                | ·                 |   |                       |   |  |
|   | Loop System  |  | max cmy — 1                                       | ii voimin.                            |   | •  |                   | C Diesel/Oil-based                        | ☐ Gas/Air [           | <b>_</b>                                      |  |
|   |  |  | 21  | Propose                               | d Casino a                                    | nd Cement                                  |                   |   |                       |   |  |
| Hole S  | Size   | Ca   | sing Size   |                                       | veight/foot                                   | Setting D                                  |                   | Sacks of Ce                               | ment                  | Estimated TOC                                 |  |
| 12-1/4"   |  |  | 8-5/8"  |                                       | 24#   |  | - <del></del>     | 325                                       |                       | Surf  |  |
| 7-7/8"  |  | 5-1/2"   |   | 14#                                   |   | 400<br>5000                                |                   | 600                                       |                       | Surf  |  |
|   |  |  |   |                                       |   |  |                   |   |                       |   |  |
|   |  |  |   |                                       |   | L  |                   |   |                       |   |  |
| 22 Dagariba t   |  |  | L   |                                       |   |  |                   | <u> </u>                                  |                       |   |  |
| This APD: Plan to dril 5-1/2" csg                         | blowout prev<br>was origin<br>ll a 12-1/4<br>& circ cm | vention programally appropriately appropriat | ram, if any. Use accoved on 4/26/05               | Would li<br>8-5/8" sur<br>t stimulate | ike to amend<br>f csg to 400'<br>as necessary | the TD to 500                              | 00' and S         | ynthetic liner to                         | 12 mil.               | new productive zone.  2'). Run OH logs. Run   |  |
|   |  |  | given above is true                               |                                       |   |  | OIL C             | ONSERVAT                                  | TON DE                | VISION  |  |
| constructed   | according t  | o NMOCD  | r certify that the d<br>guidelin <u>es</u> 🔲, a g |                                       |   | Approved by:                               |                   |   |                       |   |  |
| (attached) at   | ternative O  | CD-approv  | ed plan □.  | <u> </u>                              |   |  |                   |   | M W. G                |   |  |
| Printed name:   | water $\int$   | onnie (  | this  | Jor                                   | Title: DISTRICT IT SUPERVISOR                 |  |                   |   |                       |   |  |
| Title: Regula   | tory Tech  |  |   |                                       |   | Approval DateMAY 2 3 2005 Expiration Date: |                   |   |                       |   |  |
| E-mail Addre  | ss: batwate  | r@sdxresou   | rces.com  |                                       |   | •  |                   | A FAAA                                    |                       | MAY 2 3 2006                                  |  |
| Date: 5/20/05 Phone: 432/685-1761                         |  |  |   |                                       | Conditions of Approval Attached               |  |                   |   |                       |   |  |