N.M. Oil Cons. DIV-Dist. 2 1301 W. Grand Avenue

UNIVERSEASES NIM 88210 DEPARTMENT OF THE INTERIOR Form 3160-5 (April 2004) FORM APPROVED OM B No. 1004-0137 Expires: March 31, 2007 **BUREAU OF LAND MANAGEMENT** 5 Lease Serial No. NMLC-070938 SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian. Allottee or Tribe Name Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE- Other instructions on rever 1. Type of Well XXOII Well Other Gas Well 8. Well Name and No. NOV 1 6 2005 CC Federal #3 2 Name of Operator SDX Resources, Inc. OOD: MATERIA 9. API Well No. 3a. Address 30-015-33548 3b. Phone No. (include area code) 10. Field and Pool, or Exploratory Area PO Box 5061, Midland TX 79704 432/685-1761 NE Red Lake, GL-YE 96836 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State 1822' FSL 532' FWL Eddy Co., NM Sec 9, T18S, R27E, L 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT. OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Acidize Production (Start/Resume) Water Shut-Off Deepen Notice of Intent Well Integrity Alter Casing Reclamation Fracture Treat X Other TA Chart Casing Repair New Construction Recomplete X Subsequent Report Temporarily Abandon Change Plans Plug and Abandon Final Abandonment Notice Plug Back Convert to Injection 13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.) Attached is the TA chart requested. ACCEPTED FOR RECORD NOCO NOV 10 2005 Accepted for record LES BABYAK PETROLEUM ENGINEER 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Bonnie Atwater Title Regulatory Tech 11/7/05 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Date Title Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease Office which would entitle the applicant to conduct operations thereon.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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 anymatter within its jurisdiction.

