State of New Mexico Energy, Minerals and Natural Resources Department

| Form C- | 103 |
|---------|--------|
| Revised | 1-1-89 |

| <u>DISTRICT I</u> P.O. Box 1980, Hobbs, NM 88240 | OIL CONSERVATION DIVISION 2040 Pacheco St. Santa Fe, NM 87505 | | WELL API NO. 30-015-27725 | | |
|--|---|-------------------------------------|---|----------------------------|--|
| <u>DISTRICT II</u> P.O. Drawer DD, Artesia, NM 88210 | | | sIndicate Type of Lea | ase | |
| DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 | | | ₅State Oil & Gas Lea | STATE FEE SEE NO. | |
| (DO NOT USE THIS FORM FOR PRO DIFFERENT RESER (FORM C | ICES AND REPORTS ON W DPOSALS TO DRILL OR TO DEEP RVOIR. USE "APPLICATION FOR I -101) FOR SUCH PROPOSALS.) | | 7Lease Name or Uni East Millman Ur | - | |
| 1Type of Well: OIL GAS WELL WELL | OTHER | JUL 2 2 2004 | | | |
| 2Name of Operator SDX Resources, Inc. (020451) |) | OOD-ARTESIA | ₃Well No. 224 | | |
| sAddress of Operator PO Box 5061, Midland, TX 79704 | ļ | | ₃Pool name or Wildo E Millman, QN- | | |
| 4Well Location Unit Letter G 2310 | Feet From The North | line and 2268 | Food From The | East Line | |
| Unit Letter : | rectrionities | Enterand | Feet From The | Last Line | |
| Section 22 | Township 19S | Range 28E DF, RKB, RT, GR, etc.) | NMPM | Eddy County | |
| | 3399' GR | | | | |
| 11 Check Ap | opropriate Box to Indicate | Nature of Notice, Rep | oort, or Other i | Data | |
| NOTICE OF INTENTION TO: SUBS | | | SEQUENT RE | EPORT OF: | |
| PERFORM REMEDIAL WORK | PLUG AND ABANDON | REMEDIAL WORK | X | ALTERING CASING | |
| TEMPORARILY ABANDON | CHANGE PLANS | COMMENCE DRILLING OF | COMMENCE DRILLING OPNS. PLUG AND ANBANDONMENT | | |
| PULL OR ALTER CASING | CASING TEST AND CEMENT | | NT JOB | | |
| OTHER: | | OTHER: | | | |
| 12Describe Proposed or Completed Operation work) SEE RULE 1103. | s (Clearly state all pertinent details, and | give pertinent dates, including es | timated date of starting | any proposed | |
| 4/28/04 - | | | | | |
| Set CIBP @ 1570'. Dump 3 sx cmt Perf 1 spf: 1064', 66, 68, 74, 76, 8 Acidize w/2000 gal 15% NEFE. Fr Run 2-7/8" tbg to 1174'. Set 2-1/2" x 2" x 12' RWAC PAP p Put back on production | 3, 86, 89, 94, 98, 1103, 12, 21, ac w/30,000 gal Viking 30 & 65, | 23 (14 holes, OH log depth | ns). | | |
| I hereby certify that the information above/s | true and complete to the best of my kno | wledne and belief | | | |
| SIGNATURE Bonnie | theater | TITLE Regulatory Tech | | DATE 07-21-04 | |
| TYPE OR PRINT NAME Bonnie Atwater | batwater@sdxresources.com | | | TELEPHONE NO. 432/685-1761 | |
| (This space for State Use) | | | | JUL 2 2 2005 | |
| APPROVED BY FOR | RECORDS ONLY | TITLE | | CUUS C C TOO | |
| CONDITIONS OF APPROVAL, IF ANY: | | | | | |