

Submit To Appropriate District Office State Lease - 6 copies Fee Lease - 5 copies District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Rd., Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505	State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505	Form C-105 Revised June 10, 2003 WELL API NO. 30-015-31541 5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> State Oil & Gas Lease No.
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WELL COMPLETION OR RECOMPLETION REPORT AND LOG

1a. Type of Well: OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> DRY <input type="checkbox"/> OTHER _____ b. Type of Completion: NEW <input type="checkbox"/> WORK <input type="checkbox"/> DEEPEN <input type="checkbox"/> PLUG <input type="checkbox"/> DIFF. WELL OVER <input type="checkbox"/> BACK RESVR. <input type="checkbox"/> OTHER Commingle	7. Lease Name or Unit Agreement Name Jeffers 36 State <div style="text-align: right; font-size: 1.2em;">JUL - 8 2008</div>		
2. Name of Operator SDX Resources, Inc.	8. Well No. <div style="text-align: center; font-size: 1.5em;">3</div> <div style="text-align: right; font-size: 1.2em; transform: rotate(-15deg);">OCC-ARTESIA</div>		
3. Address of Operator PO Box 5061, Midland, TX 79704 432/685-1761	9. Pool name or Wildcat Red Lake, GL-YE, NE (96836)		
4. Well Location Unit Letter <u>B</u> : <u>460</u> Feet From The <u>North</u> Line and <u>1650</u> Feet From The <u>East</u> Line Section <u>36</u> Township <u>17S</u> Range <u>27E</u> NMPM Eddy County			
10. Date Spudded 5/6/08	11. Date T.D. Reached 12. Date Compl. (Ready to Prod.) 5/13/08	13. Elevations (DF& RKB, RT, GR, etc.) 3616' GR	14. Elev. Casinghead
15. Total Depth 3525'	16. Plug Back T.D. 3488'	17. If Multiple Compl. How Many Zones?	18. Intervals Drilled By Rotary Tools Cable Tools
19. Producing Interval(s), of this completion - Top, Bottom, Name 3260' - 3314'			20. Was Directional Survey Made
21. Type Electric and Other Logs Run ON FILE			22. Was Well Cored na

23. CASING RECORD (Report all strings set in well)

CASING SIZE	WEIGHT LB./FT.	DEPTH SET	HOLE SIZE	CEMENTING RECORD	AMOUNT PULLED
*8-5/8"	24# J-55	427'	12-1/4"	325 sx Prem Plus	None
*5-1/2"	14# J-55	3524'	7-7/8"	325 sx Lite + 400 sx C1C	None
*EXISTING					

24. LINER RECORD				25. TUBING RECORD			
SIZE	TOP	BOTTOM	SACKS CEMENT	SCREEN	SIZE	DEPTH SET	PACKER SET
					2-7/8"	3325'	

26. Perforation record (interval, size, and number) 3260', 62, 64, 66, 86, 88, 91, 95, 97, 3312, 14 (2 spf, 22 holes)	27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC. <table border="1" style="width:100%; border-collapse: collapse;"> <thead> <tr> <th>DEPTH INTERVAL</th> <th>AMOUNT AND KIND MATERIAL USED</th> </tr> </thead> <tbody> <tr> <td>3260' - 3314'</td> <td>3000 gal 15% NEFE</td> </tr> <tr> <td></td> <td>20,000 gal 20 % hot acid + 40,000 gal heated 40# linear gel</td> </tr> </tbody> </table>	DEPTH INTERVAL	AMOUNT AND KIND MATERIAL USED	3260' - 3314'	3000 gal 15% NEFE		20,000 gal 20 % hot acid + 40,000 gal heated 40# linear gel
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28. PRODUCTION

Date First Production <u>6-1-08</u>	Production Method (Flowing, gas lift, pumping - Size and type pump) 2-1/2" x 1-1/2" x 12' RWAC pmp	Well Status (Prod. or Shut-in) Prod
Date of Test 6/1/08	Hours Tested 24	Choke Size
Flow Tubing Press.	Casing Pressure	Calculated 24-Hour Rate

Prod'n For Test Period	Oil - Bbl	Gas - MCF	Water - Bbl.	Gas - Oil Ratio
	7	54	109	7714

Flow Tubing Press.	Casing Pressure	Calculated 24-Hour Rate	Oil - Bbl	Gas - MCF	Water - Bbl.	Oil Gravity - API - (Corr.)
			7	54	109	

29. Disposition of Gas (Sold, used for fuel, vented, etc.) Sold	Test Witnessed By Chuck Morgan
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30. List Attachments

31 I hereby certify that the information shown on both sides of this form as true and complete to the best of my knowledge and belief

Signature <u>Bonnie Atwater</u>	Printed Name Bonnie Atwater	Title Regulatory Tech	Date <u>7-7-08</u>
E-mail Address batwater@sdxresources.com			

INSTRUCTIONS

This form is to be filed with the appropriate District Office of the Division not later than 20 days after the completion of any newly-drilled or deepened well. It shall be accompanied by one copy of all electrical and radio-activity logs run on the well and a summary of all special tests conducted, including drill stem tests. All depths reported shall be measured depths. In the case of directionally drilled wells, true vertical depths shall also be reported. For multiple completions, items 25 through 29 shall be reported for each zone. The form is to be filed in quintuplicate except on state land, where six copies are required. See Rule 1105.

INDICATE FORMATION TOPS IN CONFORMANCE WITH GEOGRAPHICAL SECTION OF STATE

Southeastern New Mexico		Northwestern New Mexico	
T. Anhy	T. Canyon	T. Ojo Alamo	T. Penn. "B"
T. Salt	T. Strawn	T. Kirtland-Fruitland	T. Penn. "C"
B. Salt	T. Atoka	T. Pictured Cliffs	T. Penn. "D"
T. Yates	T. Miss	T. Cliff House	T. Leadville
T. 7 Rivers	T. Devonian	T. Menefee	T. Madison
T. Queen	T. Silurian	T. Point Lookout	T. Elbert
T. Grayburg	T. Montoya	T. Mancos	T. McCracken
T. San Andres	T. Simpson	T. Gallup	T. Ignacio Otzte
T. Glorieta	T. McKee	Base Greenhorn	T. Granite
T. Paddock	T. Ellenburger	T. Dakota	T.
T. Blinebry	T. Gr. Wash	T. Morrison	T.
T. Tubb	T. Delaware Sand	T. Todilto	T.
T. Drinkard	T. Bone Springs	T. Entrada	T.
T. Abo	T.	T. Wingate	T.
T. Wolfcamp	T.	T. Chinle	T.
T. Penn	T.	T. Permian	T.
T. Cisco (Bough C)	T.	T. Penn "A"	T.

OIL OR GAS SANDS OR ZONES

No. 1, from.....to.....
No. 2, from.....to.....
No. 3, from.....to.....
No. 4, from.....to.....

IMPORTANT WATER SANDS

Include data on rate of water inflow and elevation to which water rose in hole.

No. 1, from.....to.....feet.....
 No. 2, from.....to.....feet.....
 No. 3, from.....to.....feet.....

LITHOLOGY RECORD (Attach additional sheet if necessary)

From	To	Thickness In Feet	Lithology
			ON FILE