

Submit 3 Copies to Appropriate District Office  
District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Ave., 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

Form C-103  
May 27, 2004

OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

WELL API NO. 30-025-22004
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. OG-534
7. Lease Name or Unit Agreement Name State WE K
8. Well Number 1
9. OGRID Number 020451
10. Pool name or Wildcat Osudo, Morrow, S. (20451) Osudo, Wolfcamp, S. (82280)
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3599' GR

SUNDRY NOTICES AND REPORTS ON WELLS  
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well ☒ Gas Well ☐ Other ☐

2. Name of Operator

SDX Resources, Inc.

3. Address of Operator

P. O. Box 5061, Midland, TX 79704

4. Well Location

Unit Letter F : 1980 feet from the North line and 1980 feet from the West line  
Section 15 Township 21S Range 35E NMPM Lea County

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type \_\_\_\_\_ Depth to Groundwater \_\_\_\_\_ Distance from nearest fresh water well \_\_\_\_\_ Distance from nearest surface water \_\_\_\_\_

Pit Liner Thickness: \_\_\_\_\_ mil Below-Grade Tank: Volume \_\_\_\_\_ bbls; Construction Material \_\_\_\_\_

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐  
TEMPORARILY ABANDON ☐ CHANGE PLANS ☒  
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ P A M 56072829  
CASING/CEMENT JOB ☐

OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

The procedure listed below is in revision to the previously filed C-103 Intent to TA and reflects recent telephone conversations with Gary Wink @ NMOCD.

To date we have pulled out of the hole with the Wolfcamp production string (11/8/06) and are unable to release the Baker AS-5 packer, making the following revisions necessary:

1. MIRU Wireline. Set tbg plug @ 11,670' (Above Model D Packer @ 11,740').
2. MIRU Wireline and cut 2 3/8" tbg 1 1/2 jts above Baker AS-5 packer @ 10,827'. TOOH w/tbg.
3. Set 7" CIBP @ 10,760', dump 35' cmt on CIBP.
4. Pressure test casing & plug as per NMOCD requirements for TA status. Notify NMOCD 24 hrs prior to pressure test.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE

Nick Hood, XOG Operating, LLC, Agent for SDX Resources, Inc.

TITLE Engineer

DATE 11/15/06

Type or print name

E-mail address: nhood@xogoperating.com Telephone No.

For State Use Only

432-683-3171

APPROVED BY:

DATE

Conditions of Approval (if any)

NOV 20 2006

SDX Resources, Inc.

STATE WE "K" NO. 1

Unit "F", Sec. 15, T-21S, R-35E  
LEA COUNTY, NEW MEXICO

API #30-025-22004

REVISED TA PROCEDURE

11/15/06

XOG Operating, LLC

