

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION

2040 Pacheco St.
Santa Fe, NM 87505

WELL API NO.
30-025-36287

Indicate Type of Lease
STATE FEE

State Oil & Gas Lease No.

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.)

Type of Well:
OIL WELL GAS WELL OTHER

Name of Operator
SDX Resources, Inc.

Address of Operator
PO Box 5061, Midland, TX 79704

Lease Name or Unit Agreement Name
Selby

Well No.
1

Pool name or Wildcat
Jalmat, TN-YT-SR

Well Location
Unit Letter D : 660 Feet From The North Line and 990 Feet From The West Line
Section 33 Township 22S Range 36E NMPM Lea County

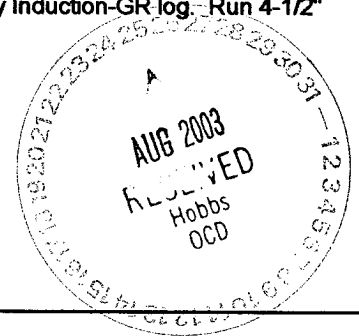
Elevation (Show whether DF, RKB, RT, GR, etc.)
3484' GR

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

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input checked="" type="checkbox"/>	PLUG AND ANBANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>		CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: _____ <input type="checkbox"/>		OTHER: _____ <input type="checkbox"/>	

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.

MIRU United Rig #24 on 8/11/03.
Spud 12-1/4" hole on 8/12/03 @ 4:30 am. Drill to 435'. Run 11 jts 24# J-55 8-5/8" csg. Land off @ 430'. Cmt w/350 sx CI C. Circ 78 sx to pit. WOC total of 18 hrs.
Start drlg 7-7/8" hole. Drill to TD 3369'. Reached TD 3:15 pm 8/17/03. TOH & run LDT-CNL-GR & Array Induction-GR log. Run 4-1/2" J-55, 10.5# csg. Set @ 3364'. Cmt w/550 sx 35/65 & 300 sx CI C. Circ 148 sx to pit.
Release Rig 8:00 pm 8/18/03.



I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Bonnie Atwater TITLE Regulatory Tech DATE 08-21-03

TYPE OR PRINT NAME Bonnie Atwater TELEPHONE NO. 432/685-1761

(This space for State Use)
APPROVED BY [Signature] TITLE PETROLEUM ENGINEER DATE AUG 26 2003
CONDITIONS OF APPROVAL, IF ANY: