

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)

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

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3599' GR

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

REMEDIAL WORK ☐ ALTERNATE CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: Request TA Status ☒

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.

11/7/06 MIRU pulling unit. Bleed well down.
11/8/06 Load each tbg string w/30 bbls & csg w/60 bbls. Unflange well & set BOP. POOH w/ 103 jts tbg. SDFD.
11/9/06 Finish out of hole w/total of 357 jts 2 3/8" tbg. Could not unset pkr. SDFD.
11/10/06 RU Slickline & RIH w/gauge ring, tag @ 11,678'. RIH w/1.7" bit.
11/11/06 Load tbg w/8 bbls water & pressure to 3000 psi, held.
11/15/06 MIRU Precision Wireline. Set 2" tbg plug @ 11,670' in long string (Morrow), above Model D Packer @ 11,740'. RIH w/tbg cutter & cut 2 3/8" tbg @ 10,780'. RD wireline & SDFD.
11/16/06 TOO H w/342 + 21 jts tbg.
11/17/06 RIH w/ 6 1/2" bit to clean.
11/18/06 RU wireline & set CIBP @ 10,780'. Dump 35' cement on top of CIBP.
11/21/06 Notify NMOC D 24 hrs prior to pressure test.
11/22/06 Pressure test casing & plug to 560 psi for 30 minutes as per NMOC D requirements.
Chart attached. Request TA status.

This Approval of Temporary
Abandonment Expires 11/22/11

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 NMOC D guidelines ☐, a general permit ☐ or an (attached) alternative OC D-approved plan ☐.

SIGNATURE

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

TITLE Engineer

DATE 11/28/06

Type or print name

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

For State Use Only

APPROVED BY: Gary W. Wink

TITLE

Conditions of Approval (if any)

CC FIELD REPRESENTATIVE II/STAFF MANAGER 432-683-3171

DATE DEC 07 2006

