

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
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

WELL API NO. 30-025-32582
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. E-8244
7. Lease Name or Unit Agreement Name Jalmat Field Yates Sand Unit
8. Well No. 158
9. Pool name or Wildcat Jalmat Tansill Yates 7 Rivers
10. Elevation (Show whether DF, RKB, RT, GR, etc.) GR 3605

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.)

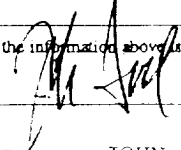
1. Type of Well: OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/>	2. Name of Operator SDX RESOURCES, INC.
3. Address of Operator P. O. BOX 5061 MIDLAND, TX 79704	4. Well Location Unit Letter 0 : 1310 Feet From The South Line and 2310 Feet From The East Line Section 11 Township 22 Range 35 NMPM Lea County

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"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
OTHER: Adding additional perforations <input checked="" type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
	CASING TEST AND CEMENT JOB <input type="checkbox"/>
	OTHER: <input type="checkbox"/>

12. 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.

Plan to RU unit & TOH with rods & pump. Will set RBP at estimated 4020'. Hole will be circulated with 2% KCl & RBP, casing, & BOP will be tested. Add additional perforations 3892'-4004'. All perfs will be acidized. After well is swabbed dry, well will be fraced. After load is flowed back, well will be put on production test and placed back on production.

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

SIGNATURE  TITLE VICE PRESIDENT DATE 6/16/95
TYPE OR PRINT NAME JOHN POOL TELEPHONE NO (915) 685-1761

(This space for State Use)

Orig. Signed by
Paul Kautz
Geologist

APPROVED BY

TITLE

DATE

CONDITIONS OF APPROVAL, IF ANY

JUN 22 1995

RECEIVED

APR 21 1968
JOHN HOBBS
OFFICE

APR 21 1968