District I PO Box 1980, Hobbs, NM 88241-1980 District II PO Drawer DD, Artesia, NM 88211-0719 District III 1000 Rio Brazos Rd., Aztec, NM 87410

PO Box 2088, Santa Fe, NM 87504-2088

District IV

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088 Form C-102 Revised February 21, 1994 Instructions on back Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

■ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number		1 Pool Coo	de	' Pool N	Name			
30-025-26951		79240		Jalmat, Ti				
Property Code 23983	• • • • • • • • • • • • • • • • • • • •					• Well Number		
'OGRID No.				' Elevation				
020451	SDX Re	esources, I	Inc.			32	20' GR	
		 	10 Surface	Location				
L or lot so. Section	Township Re	nee Lot Idn	Feet from the	North/South line	Feet from the	Fact/West line	Country	

ļ	UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	E	4	25S	37E		1980'	North	660'	West	Lea
								·		

11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
12 Dedicated Acre	s '3 Joint	or Infill 14	Consolidatio	n Code 15 C	order No.	1	<u> </u>	<u> </u>	<u> </u>
160									

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

		TOARD UNIT HAS B	EEN ATTROVED BY	THE DIVISION
16	(660)			¹⁷ OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief
8 19	180° ±2			
				Signature Chuck Morgan Printed Name
€ → ° #1				Engineer Title May 4, 1999 Date
				18SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true
				Date of Survey Signature and Seal of Professional Surveyer:
				Certificate Number

New Mexico Oil Conservation Division C-102 Instructions

IF THIS IS AN AMENDED REPORT. CHECK THE BOX LABLED "AMENDED REPORT" AT THE TOP OF THIS DOCUMENT.

Surveyors shall use the latest United States government survey or dependent resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed contact the appropriate OCD district office. Independent subdivision surveys will not be acceptable.

- 1. The OCD assigned API number for this well
- 2. The pool code for this (proposed) completion
- 3. The pool name for this (proposed) completion
- 4. The property code for this (proposed) completion
- The property name (well name) for this (proposed) completion
- 6. The well number for this (proposed) completion
- 7. Operator's OGRID number
- 8. The operator's name
- 9. The ground level elevation of this well
- The surveyed surface location of this well measured from the section lines NOTE: If the United States government survey designates a Lot Number for this location use that number in the 'UL or lot no.' box. Otherwise use the OCD unit letter.
- Proposed bottom hole location. If this is a horizontal hole indicate the location of the end of the hole.
- 12. The calculated acreage dedicated to this completion to the nearest hundredth of an acre
- Put a Y if more than one completion will be sharing this same acreage or N if this is the only completion on this acreage
- 14. If more than one lease of different ownership has been dedicated to the well-show the consolidation code from the following table:
 - C Communitization
 - U Unitization
 - F Forced pooling
 - O Other
 - P Consolidation pending

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 Write in the OCD order(s) approving a non-standard location, non-standard spacing, or directional or horizontal drilling 16. This grid represents a standard section. You may superimpose a non-standard section over this grid. Outline the dedicated acreage and the separate leases within that dedicated acreage. Show the well surface location and bottom hole location, if it is directionally drilled, with the dimensions from the section lines in the cardinal directions. (Note: A legal location is determined from the perpendicular distance to the edge of the tract.) If this is a high angle or horizontal hole show that portion of the well bore that is open within this pool.

Show all lots, lot numbers, and their respective acreage.

If more than one lease has been dedicated to this completion, outline each one and identify the ownership as to both working interest and royalty.

. 4.

- The signature, printed name, and title of the person authorized to make this report, and the date this document was signed.
- 18. The registered surveyors certification. This section does not have to be completed if this form has been previously accepted by the OCD and is being filed for a change of pool or dedicated acreage.

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Submit to Appropriate District Office
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AMENDED REPORT

1	API Numb	er		¹ Pool Cod	c		3 Pool N	ame			
			792	40		Jalmat, Th	N,YT,7R				
⁴ Property	Code		-		¹ Property					Well Number	
23983		E1	Paso W	aso Wells Federal						2	
'OGRID					¹ Operator	Name			* Elevation		
020451	-	SDX	Resour	ces, In	c.				322	5	
					10 Surface	Location					
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Lot 3	4	25S	37E		660	North	1980	West	t	Lea	
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UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West	line	County	
Dedicated Acr	es 13 Joint	or Infill "	Consolidatio	a Code '' O	rder No.	• • • • • • • • • • • • • • • • • • •					
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Certificate Number

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11/1

OIL CONSERVATION DIVISION 2040 South Pacheco Street Santa Fe, New Mexico 87505 (505) 827-7131

March 12, 1999

Mills I mas

SDX Resources, Inc. P. O. Box 5061 Midland, Texas 79704 Attention: Chuck Morgan

Administrative Order SD-99-4

Dear Mr. Morgan:

Reference is made to your application dated March 5, 1999. SDX Resources, Inc. ("SDX") is hereby authorized to simultaneously dedicate gas production from the Jalmat Gas Pool to the previously approved non-standard 160.45-acre gas spacing and proration unit ("GPU") comprising Lots 3 and 4 and the S/2 NW/4 (NW/4 equivalent) of Section 4, Township 25 South, Range 37 East, NMPM, Lea County, New Mexico (approved by Division Administrative Order NSP-1209, dated August 21, 1980) from the: (i) existing El Paso Wells Federal Well No. 1 (API No. 30-025-26951) located at a standard gas well location 1980 feet from the North line and 660 feet from the West line (Unit E) of Section 4; and (ii) proposed El Paso Wells Federal Well No. 2 to be drilled at a standard gas well location 660 feet from the North line and 1980 feet from the West line (Lot 3/Unit C) of Section 4.

SDX is permitted to produce the allowable assigned this existing non-standard 160-acre GPU from both wells in any proportion.

Sincerely,

Lori Wrotenbery

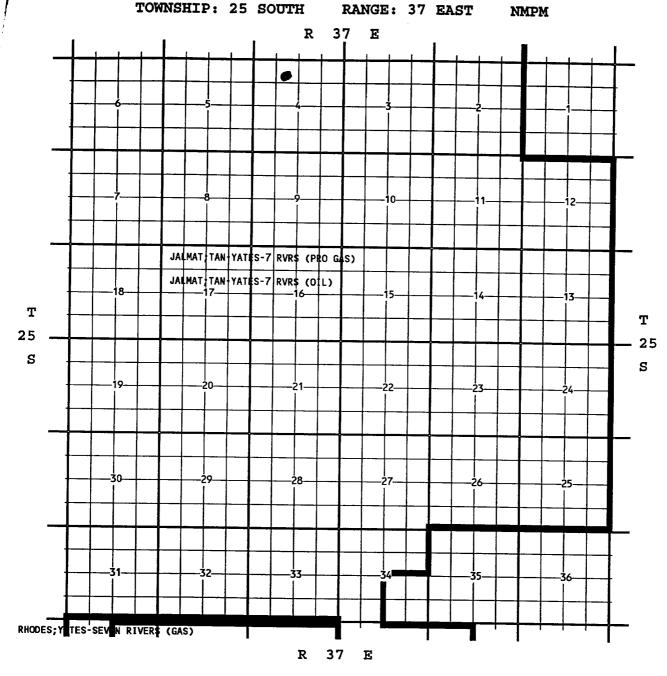
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs

U. S. Bureau of Land Management - Carlsbad

File: NSP-1209



02/08/1999

JALMAT; TAN-YATES-7 RVRS (OIL)

JALMAT; TAN-YATES-7 RVRS (PRO GAS)

RHODES; YATES-SEVEN RIVERS (GAS)

SCARBOROUGH; YATES-SEVEN RIVERS