

SDX RESOURCES, INC.

P.O. BOX 5061
MIDLAND, TEXAS 79704
(915) 685-1761

RECEIVED

February 3, 1997

FEB - 5 1997

New Mexico Oil Conservation Division
2040 South Pacheco
Santa Fe, NM 87505

CONCO 7 DIV.

Attention: Bill Lemay/Ben Stone

Gentlemen:

SDX Resources, Inc. has commenced injection on the Conoco 7 State Waterflood Project. The Conoco 7 State #5 was converted into an injector and injection commenced on January 31, 1997. F-7-12-29

Yours truly,

Chuck Morgan
Chuck Morgan

CM/jdc

CC: OCD/Artesia ✓

Section 1 T19S R29E