



STATE OF NEW MEXICO
 ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
 OIL CONSERVATION DIVISION



BRUCE KING
 GOVERNOR

ANITA LOCKWOOD
 CABINET SECRETARY

May 20, 1994

POST OFFICE BOX 2088
 STATE LAND OFFICE BUILDING
 SANTA FE, NEW MEXICO 87504
 (505) 827-5800

SDX Resources, Inc.
 511 West Ohio, Suite 601
 Midland, TX 79701

Attention: Victor J. Sirgo

Administrative Order NSL-3396

Dear Mr. Sirgo:

Reference is made to your application dated May 11, 1994, for three unorthodox oil well locations for the purpose of completing an efficient injection/production pattern within the Cone Jalmat Yates Pool Unit Waterflood Project Area, established by Division Order No. R-2495 dated June 11, 1963.

These three wells are to be located in Township 22 South, Range 35 East, NMPM, Jalmat Oil Pool, Cone Jalmat Yates Pool Unit Area, Lea County, New Mexico.

Well No.	Footage Location	Section	Unit	Dedicated 40-Acre Tract
32	10' FSL - 1310' FWL	13	M	SW/4 SW/4
33	1310' FN & WL	24	D	NW/4 NW/4
34	1310' FS & WL	24	P	SE/4 SE/4

By the authority granted me under the provisions of General Rule 104 F.(I), the above-described unorthodox oil well locations are hereby approved.

Sincerely,

William J. LeMay
 Director

WJL/MES/amg

cc: Oil Conservation Division - Hobbs
 State Land Office - Santa Fe