



STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO  
SANTA FE, NEW MEXICO 87505  
(505) 827-7131

October 12, 1995

**SDX Resources, Inc.**  
**P. O. Box 5061**  
**Midland, Texas 79704**

**Attention: John Pool**  
**Vice President**

*Administrative Order NSL-3577*

Dear Mr. Pool:

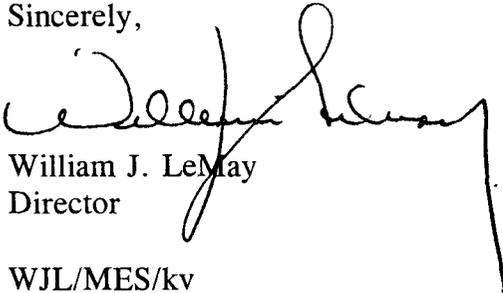
Reference is made to your application dated August 31, 1995, for two unorthodox oil well locations for the purpose of completing an efficient injection/production pattern within the Jalmat Field-Yates Sand Unit Waterflood Project Area, established by Division Order No. R-2243, dated May 28, 1962.

Both wells are to be located in Section 11, Township 22 South, Range 35 East, NMPM, Jalmat Oil Pool, Jalmat Field-Yates Sand Unit Area, Lea County, New Mexico.

<i>Well No.</i>	<i>Footage Location</i>	<i>Unit</i>	<i>Dedicated 40-Acre Tract</i>
<i>161</i>	<i>2630' FNL - 1310' FEL</i>	<i>H</i>	<i>SE/4 NE/4</i>
<i>162</i>	<i>10' FSL &amp; 1310' FEL</i>	<i>P</i>	<i>SE/4 SE/4</i>

By the authority granted me under the provisions of General Rule 104 F.(1), the two above-described unorthodox oil well locations are hereby approved.

Sincerely,



William J. LeMay  
Director

WJL/MES/kv

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