

NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

August 25, 1999

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

Attention: Chuck Morgan

Telefax No. (915) 685-0533

Amended Administrative Order NSL-4348

Dear Mr. Morgan:

Per your letter dated August 24, 1999, the incorrect unorthodox oil well location description of the proposed N. W. State Well No. 4 approved by Division Administrative Order NSL-4348, dated August 20, 1999, shall be amended at this time to read as follows:

"1140 feet from the North line and 2277 feet from the East line (Unit B) Section 32, Township 17 South, Range 28 East, NMPM, Eddy County, New Mexico".

Further, all other provisions of Division Administrative Order NSL-4348 shall remain in full force and effect until further notice.

Sincerely,

Lori Wrotenbery Ly Duc

Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Artesia

New Mexico State Land Office - Santa Fe