



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office
620 E. Greene St.
Carlsbad, NM 88220-6292



In Reply Refer To:
NMLC046250B

March 24, 2008

MAR 31 2008
OCD-ARTESIA

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

Your Application for Permit to Drill (APD), for the following well has expired because drilling has not commenced within one year of the approval date as stated in the General Requirements for Oil and Gas Operations on Federal Leases.

NMLC046250B Williams B Fed #2 1810'N & 1650'W Section 29, T.17S., R.28E

30 015 34722

If drilling operations have commenced on the referenced well, please contact this office at (505) 234-5972 and send all necessary reports (spud, casing/cementing, etc., 1 original and 5 copies) to this Office, so we may correct our records.

If the well has not been spudded, but site construction activities have occurred, please contact this office at the above telephone number for surface reclamation instructions.

If you wish to drill this well at a later date, please submit a complete application (1 original and 5 copies) to this Office. Since the original APD has expired, the resubmitted APD will be subject to all the processing requirements including the 30-day posting requirement. Please note on the resubmitted APD that it was previously approved and we will review the expired file for information which will help expedite the processing. If you have any questions please contact Cheryle Ryan at (505) 234-5949.

Sincerely,

/s/ JD Whitlock Jr

FOR

Don Peterson,
Assistant Field Manager
Lands & Minerals

bcc:
BLM I&E (CFS)
NMOCD (Artesia)
NM (513, L. Askwig)