STATEMENT ACCEPTING RESPONSIBILITY FOR OPERATIONS

SDX Resources Inc. PO Box 5061 Midland, TX 79704

November 30, 2000

The undersigned accepts all applicable terms, conditions, stipulations and restrictions concerning operations conducted on the leased land or portion thereof, as described below:

Lease No.:

Lease Name:

Legal Description of Land:

Formation (s):

Bond Coverage:

BLM Bond File No.:

NMLC-064050

Trigg Federal #4

Unit O, 1650' FNL 990' FWL Sec. 29, T17S, R28E Eddy Co., NM

Red Lake (QN-GB-SA)

Statewide Bond - State of New Mexico

NM2307

Authorized Signature:

John Pool Vice-President