

OIL CONSERVATION DIVISION
811 S. 1ST STREET
ARTESIA, NM 88210

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

RE: Arco 26-3 State #3
Ut. D-26-17S-28E
Expiration Date 02-03-94

One hundred eighty days have elapsed since approval of Division form C-101, Application for permit to Drill, for the subject well. To date no progress reports, forms C-103 have been received.

Therefore, Division approval of form C-101 has now expired and no drilling operations are to be initiated or continued without further notice to and approval by the Division. Pending such approval, this will be considered an abandoned location.

*Post FD-1
2-3-95
Emp INT*