

DRILLING PROGRAM

SDX RESOURCES, INC.
SANTA NINA FEDERAL A #2
670' FNL & 834' FWL
Unit D Sec. 7 T19S R30E
Eddy County, New Mexico

1. Geologic Name of Surface Formation:

Permian

2. Estimated Tops of Important Geologic Markers:

Top of Salt	362'
Base of Salt	1245'
7-Rivers	1600'
Queen	2211'
Grayburg	2580'
San Andres	3100'
Delaware	3490'
Bone Springs	5000'

3. Estimated Depth of Anticipated Fresh Water, Oil or Gas:

Water Sands	150'-250'	Fresh H2O
7-Rivers	1800'	Oil & Gas
Queen	2225'	Oil & Gas
Grayburg	2800'	Oil & Gas
San Andres	3180'	Oil & Gas
Delaware	3490'+	Oil & Gas

Fresh water sands will be protected by running 8 5/8" casing to a minimum depth of 350' and circulating cement. All other zones will be isolated by running 5 1/2" production casing and circulating cement.