



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION



September 29, 1992

BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

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

Attention: Barbara E. Wickham

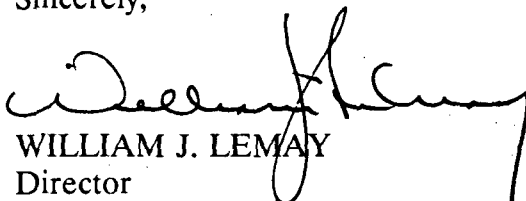
Administrative Order NSL-3165

Dear Ms. Wickham:

Reference is made to your application dated September 25, 1992 for a non-standard oil well location to permit the completion of an efficient projection/injection pattern within an active secondary recovery project for your Artesia Metex Unit Well No. 63 to be located 1620 feet from the North line and 2500 feet from the East line (Unit G) of Section 25, Township 18 South, Range 27 East, NMPM Artesia Pool, Artesia Metex Unit Waterflood Project Area, Eddy County, New Mexico. Said well to be dedicated to the existing standard 40-acre oil spacing and proration unit comprising the SW/4 NE/4 of said Section 25 and is currently dedicated to the Artesia Metex Unit Well No. 39 located 2310 feet from the North and East lines.

By the authority granted me under the provisions of General Rule 104.F.(1) and Division Order No. R-4609, the above-described unorthodox oil well location is hereby approved.

Sincerely,


WILLIAM J. LEMAY
Director

WJL/MES/jc

cc: Oil Conservation Division - Artesia
NMSLO - Santa Fe