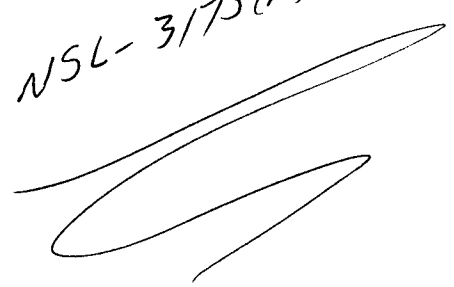


SDX RESOURCES, INC.

P.O. BOX 5061
MIDLAND, TEXAS 79704
(915) 685-1761

October 5, 1992

Mr. Mike Stogner
State of New Mexico
Oil Conservation Division
P. O. Box 2088
Santa Fe, NM 87504

NSL-3175(B)


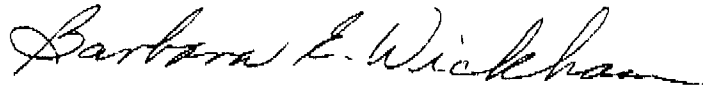
Re: Application to Drill
Non-standard Well Location
Artesia Metex #62
Section 25, T18S, R27E
Eddy County, New Mexico

Dear Mr. Stogner:

As per our conversation of Friday, October 2, 1992, this is to inform you that SDX Resources, Inc. is the operator of the State 647 MRY #3 well located in the NW/4 SW/4 of Section 30, Township 18 South, Range 28 East of Eddy County, New Mexico. This is the offset well to the captioned. It is our understanding that with this information, you are to send us an administrative approval for the non-standard location. If this could be faxed to us at (915) 685-0533, it would help us expedite this project.

Your prompt attention to this matter will be greatly appreciated. If you should have any question, please contact us.

Sincerely,



Barbara E. Wickham

\bw

Enclosures

BWMSAMD1.LTR

SDX RESOURCES, INC.

P.O. BOX 5061
MIDLAND, TEXAS 79704
(915) 685-1761

Fax 915 685-0533

TO: New Mexico Oil Conservation Div. DATE: 10-5-92

ATTENTION: Mr. Mike Stagner

FROM: Steve Sell
John Pool

TOTAL PAGES INCLUDING THIS PAGE 2

IF YOU HAVE ANY PROBLEMS OR QUESTIONS, PLEASE CALL US AT
(915) 685-1761.